

**CITY OF NATCHITOCHES, LOUISIANA
ANNUAL FINANCIAL REPORT**

MAY 31, 2021

City of Natchitoches, Louisiana
Annual Financial Report
May 31, 2021

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May 31, 2021

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CITY OF NATCHITOCHES

Oldest Settlement in the Louisiana Purchase

FINANCE DEPARTMENT

Management's Discussion and Analysis

This section of the City of Natchitoches' annual financial report offers readers a narrative overview and analysis of the financial performance of the City for the fiscal year ended on May 31, 2021. Readers are encouraged to consider the information presented here in conjunction with additional information furnished in the City's financial statements, which immediately follow this section.

Financial Highlights

- The assets of the City of Natchitoches exceeded its liabilities at the close of the most recent fiscal year by \$97,752,054 (net position).
- As of the close of the current fiscal year, the City of Natchitoches' governmental funds reported combined ending fund balances of \$16,055,029.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$4,264,756 or 26% of the total general fund expenditures.
- The City's bond and notes payable totaled \$17,537,832.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) financial statements of individual funds, and 3) notes to the financial statements.

Government-wide Financial Statements - The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, compensated absences).

CITY OF NATCHITOCHE, LOUISIANA**Management's Discussion and Analysis
For Year Ended May 31, 2021**

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, streets and sanitation, water, sewer, and utilities, economic development, health and welfare, recreation and culture, and interest on long-term debt. The business-type activities of the City include utilities administration, electric, water and sewer, and interest on long-term debt. The government-wide financial statements can be found on pages 12 and 13 of this report.

Fund Financial Statements - A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories - governmental funds and proprietary funds.

Governmental Funds - Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of government's near-term financing decisions. Both the governmental funds balance sheet and the governmental statements of revenues, expenditures and changes in fund balances provides a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains 67 governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general, capital projects sales tax, capital projects streets, utility improvements, and sales tax rededication funds, all of which are considered to be major funds. Data from the other funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 15 through 19.

Propriety Funds - The City maintains only one type of propriety fund called an enterprise fund which is used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses the enterprise fund to account for its electric, water, and sewer operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the electric, water and sewer funds. The basic propriety fund financial statements can be found on pages 20 through 25 of this report.

CITY OF NATCHITOCHES, LOUISIANA

Management's Discussion and Analysis
For Year Ended May 31, 2021

Notes to the Financial Statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29 through 70.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of government's financial position. In the case of the City of Natchitoches, assets exceeded liabilities by \$97,752,054 as of May 31, 2021, which is an increase from May 31, 2020.

The largest portion of the City's net position reflects its investments in capital assets (e.g., land, building, equipment, improvements, construction in progress and infrastructure), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets, themselves, cannot be used to liquidate these liabilities.

City of Natchitoches' Net Position

	As of May 31, 2021			As of May 31, 2020		
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Current and other assets	\$24,750,990	\$14,781,068	\$ 39,532,058	\$23,086,549	\$15,470,516	\$ 38,557,065
Capital assets	<u>57,661,038</u>	<u>58,414,352</u>	<u>116,075,390</u>	<u>58,925,840</u>	<u>60,404,241</u>	<u>119,330,081</u>
Total Assets	<u>\$82,412,028</u>	<u>\$73,195,420</u>	<u>\$155,607,448</u>	<u>\$82,012,389</u>	<u>\$75,874,757</u>	<u>\$157,887,146</u>
Deferred outflows of resources	\$ 6,350,254	\$ 1,564,637	\$ 7,914,891	\$ 6,094,930	\$ 1,750,790	\$ 7,845,720
Long term liabilities	\$40,455,191	\$12,460,522	\$ 52,915,713	\$45,472,267	\$ 8,926,996	\$ 54,399,263
Other liabilities	<u>9,536,324</u>	<u>1,426,244</u>	<u>10,962,568</u>	<u>9,398,098</u>	<u>1,304,896</u>	<u>10,702,994</u>
Total Liabilities	<u>\$49,991,515</u>	<u>\$13,886,766</u>	<u>\$ 63,878,281</u>	<u>\$54,870,365</u>	<u>\$10,231,892</u>	<u>\$ 65,102,257</u>
Deferred inflows of Resources	\$ 1,617,639	\$ 274,365	\$ 1,892,004	\$ 1,356,460	\$ 387,068	\$ 1,743,528
Net Position:						
Net investment in capital assets	\$43,738,206	\$54,799,352	\$ 98,537,558	\$40,104,044	\$60,209,241	\$100,313,285
Restricted	0	5,799,574	5,799,574	0	5,619,517	5,619,517
Unrestricted	<u>(6,585,078)</u>	<u>0</u>	<u>(6,585,078)</u>	<u>(8,223,550)</u>	<u>1,177,829</u>	<u>(7,045,721)</u>
Total Net Position	<u>\$37,153,128</u>	<u>\$60,598,926</u>	<u>\$ 97,752,054</u>	<u>\$31,880,494</u>	<u>\$67,006,587</u>	<u>\$ 98,887,081</u>

CITY OF NATCHITOCHES, LOUISIANA

Management's Discussion and Analysis
For Year Ended May 31, 2021

The following table provides a summary of the City's operations for year ended May 31, 2021 and May 31, 2020. For both years, the City is able to report positive balances in all three categories of net position, both for the government, as a whole, as well as for its separate governmental and business-type activities.

City of Natchitoches' Changes in Net Position

	As of May 31, 2021			As of May 31, 2020		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Program Revenues:						
Fees, fines and charges for services	\$ 2,725,051	\$28,390,105	\$31,115,156	\$ 3,209,953	\$28,260,353	\$ 31,470,306
Operating grants and contributions	3,887,586	0	3,887,586	1,553,043	0	1,553,043
Capital grants and contributions	568,826	0	568,826	456,507	34,046	490,553
General Revenues:						
Taxes-						
Ad valorem taxes	2,344,999	0	2,344,999	2,264,471	0	2,264,471
Sales and use tax	12,248,041	0	12,248,041	10,680,793	0	10,680,793
Franchise fees	376,965	0	376,965	385,998	0	385,998
Video bingo	428,729	0	428,729	410,855	0	410,855
Licenses and permits	926,131	0	926,131	917,119	0	917,119
Interest income	69,689	20,976	90,665	229,476	142,254	371,730
Gain (loss) on sale/retirement of fixed assets	143,425	2,068	145,493	382,377	29,346	411,723
Gain (loss) on Investments	0	(3,019)	(3,019)	0	0	0
Rental income	383,639	111,145	494,784	376,805	184,553	561,358
Insurance recoveries	531,640	18,618	550,258	203,118	35,504	238,622
Nonemployer Pension Revenue	530,958	88,601	619,559	514,470	85,872	600,342
Miscellaneous	<u>144,150</u>	<u>0</u>	<u>144,150</u>	<u>300,885</u>	<u>157</u>	<u>301,042</u>
Total Revenues	<u>\$25,309,829</u>	<u>\$28,628,494</u>	<u>\$53,938,323</u>	<u>\$21,885,870</u>	<u>\$28,772,085</u>	<u>\$ 50,657,955</u>
Expenses:						
General government	\$ 7,414,786	\$ 0	\$ 7,414,786	\$ 7,469,840	\$ 0	\$ 7,469,840
Public safety	10,045,534	0	10,045,534	10,231,398	0	10,231,398
Streets and sanitation	4,477,597	0	4,477,597	4,542,093	0	4,542,093
Water, sewer, and utilities	662,113	26,580,200	27,242,313	1,279,433	25,439,811	26,719,244
Economic development	4,041,321	0	4,041,321	2,607,807	0	2,607,807
Health and welfare	255,821	0	255,821	234,499	0	234,499
Recreation and cultural	1,019,054	0	1,019,054	1,177,980	0	1,177,980
Interest on long-term debt	<u>576,924</u>	<u>0</u>	<u>576,924</u>	<u>682,484</u>	<u>0</u>	<u>682,484</u>
Total Expenses	<u>\$28,493,150</u>	<u>\$26,580,200</u>	<u>\$55,073,350</u>	<u>\$28,225,534</u>	<u>\$25,439,811</u>	<u>\$ 53,665,345</u>
Increases in net position before transfers	\$ (3,183,321)	\$ 2,048,294	\$ (1,135,027)	\$ (6,339,664)	\$ 3,332,274	\$ (3,007,390)
Transfers/Contributed Capital	<u>8,455,955</u>	<u>(8,455,955)</u>	<u>0</u>	<u>5,316,689</u>	<u>(5,316,689)</u>	<u>0</u>
Increase in net position	\$ 5,272,634	\$ (6,407,661)	\$ (1,135,027)	\$ (1,022,975)	\$ (1,984,415)	\$ (3,007,390)
Net Position-June 1, 2020	<u>31,880,494</u>	<u>67,006,587</u>	<u>98,887,081</u>	<u>32,903,469</u>	<u>68,991,002</u>	<u>101,894,471</u>
Net Position-May 31, 2021	<u>\$37,153,128</u>	<u>\$60,598,926</u>	<u>\$97,752,054</u>	<u>\$31,880,494</u>	<u>\$67,006,587</u>	<u>\$ 98,887,081</u>

CITY OF NATCHITOCHES, LOUISIANA

Management's Discussion and Analysis
For Year Ended May 31, 2021

Financial Analysis of the Government's Funds

Governmental Funds - The focus of the City of Natchitoches' governmental funds is to provide information on short-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund Budgetary Highlights - During the year, the City made one revision to the original appropriations approved by the City Council.

Capital Assets

The City of Natchitoches' investment in capital assets for its governmental and business-type activities as of May 31, 2021 amounts to \$116,075,390 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure and construction in progress.

Major capital asset events during the current fiscal year included the following:

- Improvements made to the water, sewer, and electric systems.
- Improvements made to the City airport.
- Improvements to City Parks.
- Improvements to City Streets.

**Capital Assets at Year-end
Net of Accumulated Depreciation
As of May 31, 2021**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Capital Assets, not depreciated:			
Land	\$11,415,033	\$ 854,995	\$ 12,270,028
Construction in Progress	628,128	0	628,128
Capital Assets, depreciated:			
Buildings	12,324,041	819,006	13,143,047
Other Infrastructure	27,520,664	0	27,520,664
Other Assets	28,258	0	28,258
Furniture & Fixtures	0	0	0
Machinery & Equipment	1,395,467	518,279	1,913,746
Firearms	71,032	0	71,032
Vehicles	1,197,117	(71,298)	1,125,819
Streets	2,805,049	0	2,805,049
Sidewalks	276,249	0	276,249
Electric System	0	14,677,746	14,677,746
Water System	0	26,980,071	26,980,071
Sewer System	0	14,635,553	14,635,553
Total	<u>\$57,661,038</u>	<u>\$58,414,352</u>	<u>\$116,075,390</u>

Additional information on the City of Natchitoches' capital assets can be found on pages 41-43 of this report.

CITY OF NATCHITOCHES, LOUISIANA

Management's Discussion and Analysis
For Year Ended May 31, 2021

Debt Administration

At the end of the current fiscal year, the City of Natchitoches had total long term debt of \$52,961,997. Long-term debt of the City includes net pension liability based on actuarially determined amounts in accordance with GASB No. 68.

**Outstanding Debt at Year End
As of May 31, 2021**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
General Obligation Debt	\$ 669,832	\$ 0	\$ 669,832
Net Other Post Employment Obligation	4,926,438	1,471,533	6,397,971
Net Pension Liability	20,326,187	5,646,444	25,972,631
Accrued Employee Vacations	2,120,096	611,960	2,732,056
Revenue Bonds Payable	<u>13,253,000</u>	<u>3,615,000</u>	<u>16,868,000</u>
Total	<u>\$41,295,553</u>	<u>\$11,344,937</u>	<u>\$52,640,490</u>

The City's current Standard and Poor's bond rating is AAA.

Additional information on the City of Natchitoches' long-term debt can be found on pages 43-45 of this report.

Economic Factors and Next Year's Budgets and Rates

In the fiscal year 2020-2021 budget, general fund revenues are budgeted at a 2% increase from the 2019-2020 budget year. Sales taxes are budgeted at a 2% increase. Taxes make up about 35% of the general fund budgeted revenues, and transfers make up about 50%. The 2020-2021 utility fund operations are budgeted to break even. Economic growth and housing development are beginning to show growth.

Request for Information

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Finance Department, at P. O. Box 37, Natchitoches, Louisiana, 71458, call (318) 357-3825, or e-mail rwilliamsjr@natchitochesla.gov.

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INDEPENDENT AUDITORS' REPORT

To the Mayor and the City Council of
Natchitoches, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the fiduciary fund, and the aggregate remaining fund information of the City of Natchitoches, Louisiana (City) as of and for the year ended May 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the *Louisiana Governmental Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on Aggregate Discretely Presented Component Units

The financial statements referred to above do not include financial data for the City's legally separate component units. Accounting principles generally accepted in the United States of America require financial data for those component units to be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, net position, revenues and expenses of the aggregate discretely presented component units that would have been reported is unknown.

Adverse Opinion on Aggregate Discretely Presented Component Units – The Reporting Entity

In our opinion, because of the significance of the matter described in the “Basis for Adverse Opinion on Aggregate Discretely Component Units” paragraph, the financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component units of the City of Natchitoches, the reporting entity, as of May 31, 2021, or the changes in financial position thereof for the year then ended.

Unmodified Opinions – The Primary Government

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the fiduciary fund, and the aggregate remaining fund information of the City of Natchitoches, the primary government, as of May 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 1 through 6 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Management's Discussion and Analysis in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements of the City's primary government. The Budgetary Comparison Schedule, Schedule of Employer's Share of Net Pension Liability, Schedule of Employer Contributions, Schedule of Changes in Net OPEB Liability and Related Ratios, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer, Judicial System Funding Schedules, and the nonmajor funds combining statements listed as required/other supplementary information in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The Budgetary Comparison Schedule, Schedule of Employer's Share of Net Pension Liability, Schedule of Employer Contributions, Schedule of Changes in Net OPEB Liability and Related Ratios, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer, Judicial System Funding Schedules, Schedule of Expenditures of Federal Awards and the nonmajor funds combining statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Budgetary Comparison Schedule, Schedule of Employer's Share of Net Pension Liability, Schedule of Employer Contributions, Schedule of Changes in Net OPEB Liability and Related Ratios, the Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer, Judicial System Funding Schedules, Schedule of Expenditures of Federal Awards, and the nonmajor funds combining statements are fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have issued our report dated November 30, 2021 on our consideration of the City of Natchitoches's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of this report is to describe the scope of our testing of internal control over financial reporting and compliance, and not to provide an opinion on internal control over financial reporting or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Natchitoches's internal control over financial reporting and compliance.

Thomas, Cunningham, Broadway & Todtenbier, CPA's

Thomas, Cunningham, Broadway & Todtenbier CPA's
Natchitoches, Louisiana

November 30, 2021

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE
FINANCIAL STATEMENTS

City of Natchitoches, Louisiana
Government-Wide Statement of Net Position
May 31, 2021

	Governmental Activities	Business Type Activities	Total
Assets:			
Cash & Cash Equivalents	\$ 22,786,445	\$ 3,767,169	\$ 26,553,614
Receivables Net	1,783,137	3,654,433	5,437,570
Other Receivables	-	79,438	79,438
Inventories at Cost	-	1,196,419	1,196,419
Prepaid Expenses	181,408	9,624	191,032
Restricted Assets-			
Cash & Cash Equivalents	-	6,073,985	6,073,985
Capital Assets, net	57,661,038	58,414,352	116,075,390
Total Assets	<u>\$ 82,412,028</u>	<u>\$ 73,195,420</u>	<u>\$ 155,607,448</u>
Deferred Outflows of Resources:			
Pensions	\$ 5,603,781	\$ 1,341,665	\$ 6,945,446
OPEB	746,473	222,972	969,445
Total Deferred Outflows of Resources	<u>\$ 6,350,254</u>	<u>\$ 1,564,637</u>	<u>\$ 7,914,891</u>
Liabilities:			
Cash Overdrafts	\$ 7,009,696	\$ -	\$ 7,009,696
Accounts Payable	525,664	1,397,340	1,923,004
Accrued Payroll	31,246	10,502	41,748
Accrued Expenses	1,129,356	18,402	1,147,758
Payable from Restricted Assets-			
Bond Principal	13,253,000	3,615,000	16,868,000
Customer Deposits	-	1,115,585	1,115,585
Long Term Debt-			
Due within One Year	267,360	-	267,360
Due in More than one year	402,472	-	402,472
Net OPEB Obligation	4,926,438	1,471,533	6,397,971
Net Pension Liability	20,326,187	5,646,444	25,972,631
Accrued Employee Vacations	2,120,096	611,960	2,732,056
Total Liabilities	<u>\$ 49,991,515</u>	<u>\$ 13,886,766</u>	<u>\$ 63,878,281</u>
Deferred Inflows of Resources:			
Pensions	\$ 1,459,122	\$ 227,016	\$ 1,686,138
OPEB	158,517	47,349	205,866
Total Deferred Inflows of Resources	<u>\$ 1,617,639</u>	<u>\$ 274,365</u>	<u>\$ 1,892,004</u>
Net Position:			
Net Investment in Capital Assets	\$ 43,738,206	\$ 54,799,352	\$ 98,537,558
Restricted for Debt Service	-	5,799,574	5,799,574
Unrestricted	(6,585,078)	-	(6,585,078)
Total Net Position	<u>\$ 37,153,128</u>	<u>\$ 60,598,926</u>	<u>\$ 97,752,054</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Government-Wide Statement of Activities
For the Year Ended May 31, 2021

Program Activities	Expenses	Fees, Fines & Charges for Service	Operating Grants & Contributions	Capital Grants & Contributions	Governmental Activities	Business- Type Activities	Total
Governmental Activities:							
General Government	\$ 7,414,786	\$ -	\$ 248,322	\$ -	\$ (7,166,464)	\$ -	\$ (7,166,464)
Public Safety	10,045,534	94,368	2,908,430	-	(7,042,736)	-	(7,042,736)
Streets & Sanitation	4,477,597	2,064,095	-	-	(2,413,502)	-	(2,413,502)
Water, Sewer & Utilities	662,113	-	-	5,000	(657,113)	-	(657,113)
Economic Development	4,041,321	473,279	417,860	563,826	(2,586,356)	-	(2,586,356)
Health & Welfare	255,821	-	-	-	(255,821)	-	(255,821)
Recreation & Culture	1,019,054	93,309	312,974	-	(612,771)	-	(612,771)
Interest on Long-Term Debt	576,924	-	-	-	(576,924)	-	(576,924)
Total Governmental Activities	\$28,493,150	\$ 2,725,051	\$ 3,887,586	\$ 568,826	\$(21,311,687)	\$ -	\$(21,311,687)
Business-Type Activities:							
Utilities Administration	\$ 1,522,809	\$ -	\$ -	\$ -	\$ -	\$ (1,522,809)	\$ (1,522,809)
Electric	18,452,467	21,662,157	-	-	-	3,209,690	3,209,690
Water	3,877,066	4,402,125	-	-	-	525,059	525,059
Sewer	2,211,149	2,325,823	-	-	-	114,674	114,674
Information Technology	305,663	-	-	-	-	(305,663)	(305,663)
Interest on Long-Term Debt	211,046	-	-	-	-	(211,046)	(211,046)
Total Business-Type Activities	26,580,200	28,390,105	-	-	-	1,809,905	1,809,905
Total Government	\$55,073,350	\$ 31,115,156	\$ 3,887,586	\$ 568,826	\$(21,311,687)	\$ 1,809,905	\$(19,501,782)
General Revenues:							
Taxes-							
Ad Valorem	\$ 2,344,999	\$ -	\$ -	\$ -	\$ 2,344,999	\$ -	\$ 2,344,999
Sales & Use	12,248,041	-	-	-	12,248,041	-	12,248,041
Franchise Fees	376,965	-	-	-	376,965	-	376,965
Video Bingo	428,729	-	-	-	428,729	-	428,729
Licenses & Permits	926,131	-	-	-	926,131	-	926,131
Interest Income	69,689	20,976	-	-	90,665	-	90,665
Gain (Loss) on Sale of Assets	143,425	2,068	-	-	145,493	-	145,493
Gain (Loss) on Investments	-	(3,019)	-	-	(3,019)	-	(3,019)
Rental Income	383,639	111,145	-	-	494,784	-	494,784
Insurance Recoveries	531,640	18,618	-	-	550,258	-	550,258
Nonemployer Pension Revenue	530,958	88,601	-	-	619,559	-	619,559
Miscellaneous	144,150	-	-	-	144,150	-	144,150
Contributed Capital	3,475,000	(3,475,000)	-	-	-	-	-
Transfers	4,980,955	(4,980,955)	-	-	-	-	-
Total General Revenues & Transfers	\$ 26,584,321	\$ (8,217,566)	\$ -	\$ -	\$ 18,366,755	\$ -	\$ 18,366,755
Change in Net Position	\$ 5,272,634	\$ (6,407,661)	\$ -	\$ -	\$ (1,135,027)	\$ -	\$ (1,135,027)
Net Position, Beginning	31,880,494	67,006,587	98,887,081	-	-	-	-
Net Position, End	\$ 37,153,128	\$ 60,598,926	\$ 97,752,054	\$ -	\$ -	\$ -	\$ -

FUND FINANCIAL STATEMENTS

City of Natchitoches, Louisiana
Balance Sheet - Governmental Funds
May 31, 2021

	Major Funds						
	General Fund	Sales Tax Rededication	Capital Projects Streets Fund	Capital Projects Utility Improvements Fund	Capital Projects Sales Tax Fund	Nonmajor Funds	Total Governmental Funds
<u>Assets</u>							
Cash & Cash Equivalents	\$ 4,690,017	\$ 2,454,667	\$ -	\$ 3,607,530	\$ 3,681,803	\$ 8,352,428	\$22,786,445
Revenue Receivables	542,864	190,167	-	-	190,168	859,938	1,783,137
Due from Other Fund	-	-	-	-	-	36,489	36,489
Prepaid Expenses	15,716	-	-	14,143	-	151,549	181,408
Total Assets	<u>\$ 5,248,597</u>	<u>\$ 2,644,834</u>	<u>\$ -</u>	<u>\$ 3,621,673</u>	<u>\$ 3,871,971</u>	<u>\$ 9,400,404</u>	<u>\$24,787,479</u>
<u>Liabilities</u>							
Cash Overdraft	\$ -	\$ -	\$ 3,308,459	\$ -	\$ 1,865,771	\$ 1,835,466	\$ 7,009,696
Accounts Payable	115,557	46,972	-	-	49,188	313,947	525,664
Accrued Expense	806,279	-	-	-	133,575	189,502	1,129,356
Due to Other Funds	16,559	-	-	-	-	19,929	36,488
Accrued Payroll	29,730	-	236	-	-	1,280	31,246
Total Liabilities	<u>\$ 968,125</u>	<u>\$ 46,972</u>	<u>\$ 3,308,695</u>	<u>\$ -</u>	<u>\$ 2,048,534</u>	<u>\$ 2,360,124</u>	<u>\$ 8,732,450</u>
<u>Fund Balances</u>							
Nonspendable	\$ 15,716	\$ -	\$ -	\$ 14,143	\$ -	\$ 151,549	\$ 181,408
Restricted	-	-	-	-	-	1,660,572	1,660,572
Committed	-	2,597,862	-	3,607,530	1,823,437	6,939,216	14,968,045
Unassigned	4,264,756	-	(3,308,695)	-	-	(1,711,057)	(754,996)
Total Fund Balance	<u>\$ 4,280,472</u>	<u>\$ 2,597,862</u>	<u>\$ (3,308,695)</u>	<u>\$ 3,621,673</u>	<u>\$ 1,823,437</u>	<u>\$ 7,040,280</u>	<u>\$16,055,029</u>
Total Liabilities & Fund Balances	<u>\$ 5,248,597</u>	<u>\$ 2,644,834</u>	<u>\$ -</u>	<u>\$ 3,621,673</u>	<u>\$ 3,871,971</u>	<u>\$ 9,400,404</u>	<u>\$24,787,479</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Reconciliation of Governmental Funds Balance Sheet
to the Statement of Net Position
May 31, 2021

Total Fund Balance of Governmental Funds	\$ 16,055,029
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Amounts reported for Governmental Activities in the Statement of Net Position are different because:

The following used in Governmental Activities are not financial resources; and, therefore, are not reported in the Governmental Funds Balance Sheet-

Capital Assets, Net	57,661,038
Deferred Outflows of Resources	6,350,254

The following are not due and payable in the current period and, therefore, are not reported in the Governmental Funds Balance Sheet-

Long-term Debt	(13,922,833)
Net OPEB Obligation	(4,926,438)
Net Pension Liability	(20,326,187)
Accrued Compensated Absences	(2,120,096)
Deferred Inflows of Resources	<u>(1,617,639)</u>

Total Net Position of Governmental Activities	<u>\$ 37,153,128</u>
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City of Natchitoches, Louisiana
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
Year Ended May 31, 2021

	General Fund	Sales Tax Rededication	Capital Projects Streets Fund	Capital Projects Utility Improvements Fund	Capital Projects Sales Tax Fund	Nonmajor Funds	Total Governmental Funds
REVENUES:							
Taxes	\$ 5,977,658	\$ 2,314,997	\$ -	\$ -	\$ 2,314,996	\$ 4,791,082	\$ 15,398,733
Licenses & Permits	926,131	-	-	-	-	-	926,131
Intergovernmental	3,374,847	-	-	-	-	1,081,562	4,456,409
Charges for Services	87,509	-	-	-	-	2,573,834	2,661,343
Fines & Forfeits	41,657	-	-	-	-	22,050	63,707
Miscellaneous	453,070	-	9,000	1,667	8,903	657,867	1,130,507
Total Revenues	<u>\$10,860,872</u>	<u>\$ 2,314,997</u>	<u>\$ 9,000</u>	<u>\$ 1,667</u>	<u>\$ 2,323,899</u>	<u>\$ 9,126,395</u>	<u>\$ 24,636,830</u>
EXPENDITURES:							
Current-							
General Government	\$ 3,701,848	\$ -	\$ -	\$ 1,712	\$ 215,613	\$ 1,929,563	\$ 5,848,736
Public Safety	9,236,009	-	-	-	-	171,858	9,407,867
Streets & Sanitation	1,929,076	-	61,982	-	-	1,937,857	3,928,915
Water, Sewer & Utilities	-	-	-	264,240	994,325	25,900	1,284,465
Economic Development	290,886	199,123	-	-	-	3,898,461	4,388,470
Recreation & Culture	606,869	-	-	-	-	35,393	642,262
Health & Welfare	252,987	-	-	-	-	-	252,987
Debt Service	261,000	-	-	-	-	1,689,890	1,950,890
Total Expenditures	<u>\$16,278,675</u>	<u>\$ 199,123</u>	<u>\$ 61,982</u>	<u>\$ 265,952</u>	<u>\$ 1,209,938</u>	<u>\$ 9,688,922</u>	<u>\$ 27,704,592</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (5,417,803)</u>	<u>\$ 2,115,874</u>	<u>\$ (52,982)</u>	<u>\$ (264,285)</u>	<u>\$ 1,113,961</u>	<u>\$ (562,527)</u>	<u>\$ (3,067,762)</u>

Continued on next page.

City of Natchitoches, Louisiana
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
Year Ended May 31, 2021

	General Fund	Sales Tax Rededication	Capital Projects Streets Fund	Capital Projects Utility Improvements Fund	Capital Projects Sales Tax Fund	Nonmajor Funds	Total Governmental Funds
OTHER FINANCING SOURCES (USES):							
Operating Transfers In	\$ 7,214,448	\$ -	\$ 867,550	\$ -	\$ -	\$ 4,520,211	\$ 12,602,209
Operating Transfers Out	(904,736)	(1,881,634)	-	-	(1,237,500)	(3,847,384)	(7,871,254)
Sale of Assets	11,410	-	-	-	-	382,013	393,423
Debt Proceeds	-	-	-	-	-	-	-
Total Other Financing	<u>\$ 6,321,122</u>	<u>\$ (1,881,634)</u>	<u>\$ 867,550</u>	<u>\$ -</u>	<u>\$ (1,237,500)</u>	<u>\$ 1,054,840</u>	<u>\$ 5,124,378</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	\$ 903,319	\$ 234,240	\$ 814,568	\$ (264,285)	\$ (123,539)	\$ 492,313	\$ 2,056,616
Fund Balances- Beginning of Year	<u>3,377,153</u>	<u>2,363,622</u>	<u>(4,123,263)</u>	<u>3,885,958</u>	<u>1,946,976</u>	<u>6,547,967</u>	<u>13,998,413</u>
Fund Balances- End of Year	<u>\$ 4,280,472</u>	<u>\$ 2,597,862</u>	<u>\$ (3,308,695)</u>	<u>\$ 3,621,673</u>	<u>\$ 1,823,437</u>	<u>\$ 7,040,280</u>	<u>\$ 16,055,029</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
 Reconciliation of the Statement of Revenues, Expenditures, and
 Changes in Fund Balance of the Governmental Funds
 to the Statement of Activities

Net Change in Fund Balance - Governmental Funds	\$	2,056,616
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Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental Funds report Capital Outlays as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives as a depreciation expense. The cost of capital assets recorded in the current period is		1,933,350
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Depreciation Expense on capital assets is reported in the Government-wide financial statements, but does not require the use of current financial resources and is not reported in the Fund Financial Statements. Current year depreciation is		(3,196,568)
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Some revenues reported in the Statement of Activities do not provide current financial resources and these are not reported as revenues in governmental funds. Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. The timing differences are summarized below:

General Obligation Revenue Bond Debt Payments		4,898,966
Non-Employer Pension Revenue		530,958
Net OPEB Obligation		27,322
Pension Expense		(1,107,103)
Accrued Compensated Absences		130,676

The net effect of sales transactions involving capital assets is to decrease net position:

Decrease of Capital Assets		(235,607)
Decrease of Accumulated Depreciation		234,024
		234,024
Change in Net Position of Governmental Activities	\$	5,272,634

City of Natchitoches, Louisiana
Statement of Net Position
Proprietary Fund
Year Ending May 31, 2021

Assets-	
Current Assets-	
Cash & Cash Equivalents	\$ 3,767,169
Receivables	2,176,142
Less, Allowance for Doubtful Accounts	(300,000)
Unbilled Receivables	1,778,291
Inventories at Cost	1,196,419
Prepaid Expenses	9,624
Total Current Assets	<u>\$ 8,627,645</u>
Restricted Assets-	
Cash & Cash Equivalents	<u>\$ 6,073,985</u>
Noncurrent Assets-	
Capital Assets, net	<u>\$ 58,414,352</u>
Other Assets-	
Other Receivables	<u>\$ 79,438</u>
Total Assets	<u>\$ 73,195,420</u>
Deferred Outflows of Resources-	
Pensions	\$ 1,341,665
OPEB	222,972
Total Deferred Outflows of Resources	<u>\$ 1,564,637</u>
Liabilities-	
Accounts Payable	\$ 1,397,340
Accrued Payroll	10,502
Accrued Expenses	18,402
Accrued Employee Vacations	61,196
Total Current Liabilities	<u>\$ 1,487,440</u>
Liabilities Payable from Restricted Assets-	
Current Portion of Revenue Bonds	\$ 360,000
Customer's Deposits	1,115,585
Total Payable from Restricted Assets	<u>\$ 1,475,585</u>

Continued on next page.

City of Natchitoches, Louisiana
Statement of Net Position
Proprietary Fund
Year Ending May 31, 2021

Noncurrent Liabilities-	
Revenue Bonds Payable	\$ 3,255,000
Net OPEB Obligation	1,471,533
Net Pension Liability	5,646,444
Accrued Employee Vacations	550,764
Total Noncurrent Liabilities	<u>\$ 10,923,741</u>
 Total Liabilities	 <u>\$ 13,886,766</u>
Deferred Inflows of Resources-	
Pensions	\$ 227,016
OPEB	47,349
Total Deferred Inflows of Resources	<u>\$ 274,365</u>
Net Position:-	
Net Investment in Capital Assets	\$ 54,799,352
Restricted for Debt Service	5,799,574
Unrestricted	-
Total Net Position	<u>\$ 60,598,926</u>

City of Natchitoches, Louisiana
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
Year Ended May 31, 2021

Operating Revenues:

Charges for Services-		
Electric	S	21,462,157
Water		4,302,125
Sewer		2,285,514
Miscellaneous-		
Penalties and Charges		237,590
New Account and Reconnect Fees		84,590
Bad Debt Recovery		16,910
Other		1,219
Total Operating Revenues	S	<u>28,390,105</u>

Operating Expenses:

Utility Administration-		
Personnel Services	S	1,009,780
Utilities and Telephone		38,917
Supplies		376,464
Maintenance		97,648
Total Administration	S	<u>1,522,809</u>

Electric-

Personnel Services	S	1,716,153
Power Purchased		14,040,806
System Maintenance		615,770
Depreciation		540,514
Supplies and Maintenance		1,539,224
Total Electric	S	<u>18,452,467</u>

Water-

Personnel Services	S	729,221
Treatment Expenses		1,199,774
System Maintenance		524,042
Utilities		152,674
Depreciation		1,066,621
Supplies and Maintenance		204,734
Total Water	S	<u>3,877,066</u>

Continued on next page.

City of Natchitoches, Louisiana
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Fund
Year Ended May 31, 2021

Sewer-		
Personnel Services	S	789,976
Treatment Expenses		124,233
System Maintenance		233,338
Utilities		221,676
Depreciation		607,344
Supplies and Maintenance		234,582
Total Sewer	S	<u>2,211,149</u>
Information Technology Department-		
Personnel Services	S	121,266
Computer Software & Maintenance		157,497
Supplies & Maintenance		26,900
Total Information Technology Dept	S	<u>305,663</u>
Total Operating Expenses	S	<u>26,369,154</u>
Income from Operations	S	2,020,951
Non-Operating Revenues (Expenses):		
Interest Income	S	20,976
Insurance Recoveries		18,618
Gain (Loss) on Sale of Assets		2,068
Gain (Loss) on Investments		(3,019)
Non-Employer Pension Revenue		88,601
Rental Income		111,145
Interest Expense		<u>(211,046)</u>
Total Non-Operating Revenues (Expenses)	S	<u>27,343</u>
Income Before Contributions and Transfers	S	<u>2,048,294</u>
Contributions and Transfers-		
Contributed to Other Funds	S	(3,475,000)
Transfers Out		(6,246,396)
Transfers In		<u>1,265,441</u>
Total Contributions and Transfers	S	<u>(8,455,955)</u>
Change in Net Position	S	(6,407,661)
Net Position Beginning of Year		<u>67,006,587</u>
Net Position End of Year	S	<u>60,598,926</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Statement of Cash Flows
Proprietary Fund
Year Ended May 31, 2021

	Business-Type Activities Enterprise Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Customers	\$ 27,905,212
Cash Payments to Employers	(4,304,991)
Cash Payments to Suppliers for Goods and Services	(19,492,314)
Net Cash Provided by Operating Activities	<u>\$ 4,107,907</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Rental Income	\$ 111,145
Transfers to Other Funds	(6,246,396)
Transfers from Other Funds	1,265,441
Net Cash Provided by Capital & Related Financing Activities	<u>\$ (4,869,810)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Gain on Sale of Assets	\$ 2,068
Insurance Recoveries	18,618
Acquisition of Capital Assets	(224,591)
Principal Paid on Capital Debt	(195,000)
Interest Paid on Capital Debt	(211,046)
Net Cash Provided by Capital & Related Financing Activities	<u>\$ (609,951)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest Income	\$ 20,976
Debt Proceeds	\$ 140,000
Loss on Investments	(3,019)
Net Cash Provided by Investing Activities	<u>\$ 157,957</u>
Net Increase in Cash & Cash Equivalents	\$ (1,213,897)
Cash & Cash Equivalents - Beginning of Year	<u>11,055,051</u>
Cash & Cash Equivalents - End of Year	<u>\$ 9,841,154</u>

Continued on next page.

City of Natchitoches, Louisiana
Statement of Cash Flows
Proprietary Fund
Year Ended May 31, 2021

	Business-Type Activities <u>Enterprise Fund</u>
RECONCILIATION OF INCOME FROM OPERATIONS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Operating Income	\$ 2,020,951
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Depreciation	\$ 2,214,479
Changes in Assets & Liabilities:	
(Increase) Decrease in Accounts Receivable	(493,074)
(Increase) Decrease in Inventory	25,500
(Increase) Decrease in Prepaid Expenses	(2,957)
(Increase) Decrease in Other Receivables	(53,918)
Increase (Decrease) in Accounts Payable	273,421
Increase (Decrease) in Accrued Payroll	(152,074)
Increase (Decrease) in Compensated Absences	4,953
Increase (Decrease) in Net OPEB	(8,159)
Increase (Decrease) in Net Pension Liability	216,685
Increase (Decrease) in Customer Deposits	62,100
Total Adjustments	<u>\$ 2,086,956</u>
Net Cash Provided (used) by Operating Activities	<u>\$ 4,107,907</u>
RECONCILIATION OF TOTAL CASH AND CASH EQUIVALENTS:	
Current Assets-	
Cash and Cash Equivalents	\$ 3,767,169
Restricted Assets-	
Cash and Cash Equivalents	<u>6,073,985</u>
Total Cash and Cash Equivalents	<u>\$ 9,841,154</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Statement of Fiduciary Net Position
Agency Fund
Cash Bond Fund
Year Ended May 31, 2021

Assets

Cash	\$ 46,543
Accounts Receivable	<u>37,707</u>
Total Assets	<u>\$ 84,250</u>

Liabilities

Due to Others	<u>\$ 84,250</u>
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City of Natchitoches, Louisiana
 Fiduciary Fund - Agency Fund
 Statement of Changes in Fiduciary Net Position
 Year Ended May 31, 2021

	Police Bond Fund
	<hr/>
Unsettled Balances - Beginning of Year	\$ 13,850
ADDITIONS:	
Fines & Forfeitures	336,733
DEDUCTIONS:	
Deposits Settled to Marshal	<hr/> (266,333)
Unsettled Balances - End of Year	<hr/> <hr/> \$ 84,250

NOTES TO FINANCIAL STATEMENTS

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

Introduction

The City of Natchitoches (the City) was founded in 1714 and incorporated in 1822. The City currently operates under a Home Rule Charter adopted on January 27, 1975. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: police and fire protection, streets and drainage, parks and recreation, certain social services, and general administration services. The City owns and operates one enterprise activity, a utilities system which distributes electricity and provides water and sewer services.

1. Summary of Significant Accounting Policies

The financial statements of the City of Natchitoches have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity" establishes criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. The basic criteria is described below.

1. Appointing a voting majority of an organization's governing body and
 - a. The ability of the City of Natchitoches to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City of Natchitoches.
2. Organizations for which the City of Natchitoches does not appoint a voting majority but are fiscally dependent on the City.
3. Organizations for which the reporting entity's financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the previous criteria, the City of Natchitoches has determined that the following component units are part of the reporting entity:

<u>Component Unit</u>	<u>Criteria Used</u>
Natchitoches City Court	2 and 3
Natchitoches City Marshal	2 and 3
Waterworks District No. 1	1 and 3

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. Reporting Entity (continued)

The City of Natchitoches has chosen to issue financial statements of the primary government (City) which exclude the above listed component units. Individual financial statements for the above agencies may be obtained by writing P. O. Box 37, Natchitoches, Louisiana 71458-0037.

Various other entities operate within the City of Natchitoches, and many of these include "Natchitoches" within their name. These entities are not considered as reportable component units within the City's financial statements since the City does not exercise control over them.

B. Basis of Presentation

Government-Wide Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the activities of the primary government. They include all funds of the reporting entity except for fiduciary funds. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

Fund Financial Statements

The financial statements of the City of Natchitoches are organized into funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in the individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. Funds are classified into three categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

B. Basis of Presentation (continued)

The funds of the City are described below:

Governmental Funds-

General Fund

The general fund is the general operating fund of the City. It is used to account for all financial resources except for those required to be accounted for in another fund.

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Capital Projects Funds

Capital projects funds are used to account for the acquisition or construction of major capital facilities.

Debt Service Funds

Debt service funds are used to account for accumulation of resources for and payment of general long-term debt principal, interest, and related costs.

Proprietary Fund-

Enterprise Fund

The enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprise where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

B. Basis of Presentation (continued)

Fiduciary Fund-

Agency Funds

Agency funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Sales taxes are considered as “measurable” when in the hands of the Sales Tax Collector, and are recognized as revenue at that time. Ad Valorem taxes are recognized as revenue in the year for which budgeted, that is, in the year in which such taxes are billed and collected. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period.

For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Other major revenues that are considered susceptible to accrual include earned grant revenues, charges for services, and interest earned on investments. Franchise fees, licenses and permits, and court fines are recognized when received because they are not objectively measurable.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, post-employment benefit obligations, pension expense and claims and judgments, are recorded only when payment is due.

The City reports the following major governmental funds:

1. General Fund-To account for resources traditionally associated with governments that are not required to be accounted for in another fund.
2. Capital Projects Streets Fund-To account for the repairs and rehabilitation of streets within the City.
3. Capital Projects Utility Improvements Fund-To account for revenues earned by the Utility System’s electrical production plant which are used for improvements to the Utility System.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

4. Capital Projects Sales Tax Fund-To account for the payment of the DEQ Bonds issued to construct a new wastewater treatment plant and to fund water and sewer fund maintenance.
5. Sales Tax Rededication-To account for the revenues received from the rededication of sales tax funds.

D. Budgets and Budgetary Accounting

Annual budgets are adopted and recorded in the accounting records for all governmental type funds. The City follows these procedures in establishing the budgetary data reflected in these financial statements:

1. At least forty-five days prior to the beginning of each fiscal year, the Mayor submits to the City Council a proposed budget in the form required by the City's Charter.
2. At the meeting of the Council at which the operating budget is submitted, the Council orders a public hearing on the budget, and orders the official journal to publish at least ten days prior to such meeting, the time and place thereof, a general summary of the proposed budget, and the times and places where copies of the proposed budget are available for public inspection.
3. Adoption of the budget is required no later than the last regular meeting of the last month of the fiscal year prior to the fiscal year for which the budget pertains.
4. Formal budgetary integration is employed as a management control tool during the year. Funds in excess of the budgetary amounts cannot be obligated without the Finance Director's approval. Funds in excess of those budgeted for an entire department (or fund) cannot be obligated without the Mayor's approval. These procedures render control at the departmental/fund level.
5. The budget can be amended after adoption, by the Mayor submitting an amended budget to the Council, and the adoption of the amended budget by the Council.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles as applied to governmental units.

Budget amounts shown in the financial statements are as originally adopted, or as amended with procedures required by the City's Charter.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

E. Cash and Cash Investments

The City has deposits in several types of highly liquid investment vehicles such as certificates of deposit. Since all of the City's cash is readily available, these deposits are listed in these statements as "Cash and Cash Equivalents". Under State law, the City may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. The City may also purchase investments in securities backed by the full faith and credit of the United States Government.

F. Inventories

Inventories of supplies in the proprietary fund are valued at cost (moving average).

G. Bad Debts

Uncollectible amounts due for customer's utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. Allowance for bad debts at May 31, 2021 was \$300,000, which was not changed from the prior year.

H. Capital Assets

Capital Assets, which include property, plant, equipment, and infrastructure assets (e.g., streets, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The City maintains a threshold level of \$5,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, other than land and construction in progress, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Sewer System	50 years
Water & Utility	50 years
Buildings & building improvements	40-50 years
Streets & sidewalks	25 years
Furniture & fixtures	5-7 years
Vehicles	5-15 years
Equipment	5-14 years

I. Compensated Absences

Employees of the City earn vacation hours based on the number of years of continuous service. Accrued vacation time is only allowed for full-time employees and not permanent part-time employees. Sick leave shall be accrued by each full-time employee at a rate of 12 days per year.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

Vacation and sick leave may be accumulated from year to year. Upon termination/retirement, employees are entitled to be paid a maximum of 480 hours of sick leave, 480 hours vacation, and 240 hours of compensatory time. These compensated absences are recorded as a liability in each of the City's funds that have payroll expenditures.

J. Interfund Transactions

Legally authorized transfers are treated as interfund transfers and are included in the results of operations of both governmental and proprietary funds.

The following is a summary of interfund operating transfers:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund	\$ 7,214,448	\$ 904,736
Special Revenue Funds-		
Events Center Operations	225,101	0
Hazard Tax	0	1,014,000
Sales Tax Police	14,284	1,624,583
Airport Operations	47,083	0
Employee Benefits	896,666	0
Liability Insurance	849,000	0
Workman's Compensation Fund	0	118,270
Economic Development District	0	146,500
Community Program	0	0
2015 Revenue Note Reserve Fund	189,500	0
Sales Tax Rededication	0	1,881,634
Cane River Green Market	26,900	0
Sales Tax- District A	0	26,798
Sales Tax- District C	0	216,816
Economic Development District TIF A	0	43,000
LLEBG Grant	0	14,136
State Office of Cultural Development	0	8,398
SWAT	0	147
BJA Byrne Jag-Tech Upgrade	416	0
Domestic Violence	1,167	0
Rapides Foundation	0	950
Historic Preservation	0	313
Sports Complex Construction	243,614	0
Sports Complex Sponsorship	0	250,000
Capital Projects Funds-		
Capital Improvements-Special	409,250	350,000
Capital Projects-Sales Tax	0	1,237,500
Capital Improvements - Streets	867,550	0
DOTD Gateway Phase II	0	32,250
LCDBG Sibley Lake	250,000	0
Texas & PAC Railway Depot	0	1,223
Chaplain's Lake Water Imp.	2,895	0
LWCF - PARC Natchitoches	250,000	0

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

J. Interfund Transactions (continued)

	<u>Transfers In</u>	<u>Transfers Out</u>
Debt Service-		
Sales Tax	1,067,165	0
Sinking Fund	297,170	0
Enterprise Fund-		
Utility	<u>1,265,441</u>	<u>6,246,396</u>
Totals	<u>\$14,117,650</u>	<u>\$14,117,650</u>

Transfers are primarily used to move funds:

- From the Proprietary Fund to the General Fund so that excess revenues can be used for governmental services.
- From the Proprietary Fund to the Capital Projects Funds to fund expansion of the Utility Fund.
- From the Sales Tax Police Fund to the General Fund to cover cost of police operations.
- From the Hazard Tax Fund to the General Fund to fund cost of police and fire operations.
- From the Capital Projects Sales Tax Fund to the Utility Improvements Fund for utility improvement projects.
- Other miscellaneous transfers to move operation monies to and from various funds.

K. Prepaid Expenses

Prepaid expense balances are for payments made by the City in the current year to provide services occurring in the subsequent fiscal year, and for bond payments which are due immediately after the fiscal year end.

L. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column of the statement of net position.

In the fund financial statements, governmental fund types recognize debt issued as other financing sources. Repayment of the principal and interest is shown as an expenditure.

M. Restricted Assets

Certain resources of the Utility Fund are classified as restricted assets on the balance sheet because their use is limited by bond ordinances, or because they represent customers' deposits being held by the fund.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

N. Pensions

For purposes of measuring the Net Pension Liability, Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions, and pension expense, information about the fiduciary net position of the retirement systems and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the retirement systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. See note 9, for more information on the individual retirement systems.

O. Deferred Outflows/Inflows of Resources

The Statement of Net Position reports a separate section for deferred outflows and (or) deferred inflows of financial resources. Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until the applicable period. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources until that time.

P. Fund Equity

In the fund statements, governmental fund equity is classified as fund balance. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- a. Nonspendable fund balance - amounts that are not in a spendable form (such as prepaid expenses) or are required to be maintained intact;
- b. Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- c. Committed fund balance - amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- d. Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- e. Unassigned fund balance - amounts that are available for any purpose. Only the General Fund would report positive amounts in unassigned fund balance.

The General Fund has an unassigned fund balance of \$4,264,756. If applicable, the City would typically use restricted fund balances first, followed by committed resources and assigned resources as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these other classified funds.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

P. Fund Equity (continued)

The purpose of nonspendable, restricted, and committed fund balances is as follows:

	Prepaid Items	Debt Service	Acquisition of Capital Assets	Public Safety	Recreation & Culture	Economic Development	Employee Benefits	Liability Insurance	Water, Sewer & Utilities	Total
Nonspendable:										
General Fund	\$ 15,716	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 15,716
Event Center Operations	80	0	0	0	0	0	0	0	0	80
Airport	45	0	0	0	0	0	0	0	0	45
Prisoner Bond	4,020	0	0	0	0	0	0	0	0	4,020
Cane River Green Market	44	0	0	0	0	0	0	0	0	44
Sales Tax - Police	12,162	0	0	0	0	0	0	0	0	12,162
Sports Complex Construction	5,744	0	0	0	0	0	0	0	0	5,744
Water Treatment Plant	117,179	0	0	0	0	0	0	0	0	117,179
Chaplain's Lake Fund	12,275	0	0	0	0	0	0	0	0	12,275
Capital Proj.-Utility Imp.	14,143	0	0	0	0	0	0	0	0	14,143
Total	<u>\$181,408</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 181,408</u>
Restricted:										
Hazard Tax	\$ 0	\$ 0	\$ 0	\$ 652,096	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 652,096
Multi-Drug Task Force	0	0	0	33,822	0	0	0	0	0	33,822
Prisoner Bond Release	0	0	0	45,610	0	0	0	0	0	45,610
Sales Tax Police	0	0	0	915,402	0	0	0	0	0	915,402
CSEF-Federal Funds	0	0	0	13,642	0	0	0	0	0	13,642
Total	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$1,660,572</u>	<u>\$ 0</u>	<u>\$ 32,250</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,660,572</u>
Committed:										
Sales Tax Reduction	\$ 0	\$ 0	\$2,597,862	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,597,862
Capital Proj.-Utility Imp.	0	0	0	0	0	0	0	0	3,607,530	3,607,530
Capital Proj.-Sales Tax	0	0	0	0	0	1,823,437	0	0	0	1,823,437
Airport Fund	0	0	0	0	0	71,640	0	0	0	71,640
Employee Benefits	0	0	0	0	0	0	336,437	0	0	336,437
Workman's Compensation	0	0	0	0	0	0	251,658	0	0	251,658
Drug Recovery	0	0	0	64,616	0	0	0	0	0	64,616
911 Grant Fire	0	0	0	101,714	0	0	0	0	0	101,714
Animal Shelter	0	0	0	67,453	0	0	0	0	0	67,453
Liability Insurance	0	0	0	0	0	0	0	68,774	0	68,774
Main Street Promotions	0	0	0	0	0	101,643	0	0	0	101,643
Cane River Green Market	0	0	0	0	21,915	0	0	0	0	21,915
911-Police Grant	0	0	0	31,775	0	0	0	0	0	31,775
NW Law Enforcement	0	0	0	5,597	0	0	0	0	0	5,597
Economic Development Dist.	0	0	0	0	0	160,102	0	0	0	160,102
Garbage Service	0	0	0	0	0	0	0	0	611,017	611,017
Miss Merry Christmas	0	0	0	0	10,627	0	0	0	0	10,627
Keep Louisiana Beautiful	0	0	0	0	0	500	0	0	0	500
LAC/Traffic Enforcement	0	0	0	1,743	0	0	0	0	0	1,743
Community Program Fund	0	0	0	0	0	27,793	0	0	0	27,793
NHDDC Projects Fund	0	0	0	0	0	4,258	0	0	0	4,258
2015 Revenue Note Reserve	0	0	0	0	0	11,720	0	0	0	11,720
Equitable Sharing Program	0	0	0	0	0	22,783	0	0	0	22,783
Sports Complex Operating	0	0	0	0	0	357,442	0	0	0	357,442
Sales Tax District A	0	0	0	0	0	8,887	0	0	0	8,887
Sales Tax District C	0	0	0	0	0	36,688	0	0	0	36,688
Sales Tax District D	0	0	0	0	0	17,401	0	0	0	17,401
Economic Development Dist. TIF A	0	0	0	0	0	8,914	0	0	0	8,914
Economic Development Dist. TIF C	0	0	0	0	0	324,860	0	0	0	324,860
Hobby Lobby	0	0	0	0	0	1,500	0	0	0	1,500
Capital Improvements	0	0	949,890	0	0	0	0	0	0	949,890
Water Treatment Plant	0	0	1,366,874	0	0	0	0	0	0	1,366,874
Parking Lot	0	0	20,237	0	0	0	0	0	0	20,237
Chateau St. Denis	0	0	0	0	0	10,142	0	0	0	10,142
LWCF-PARC Natchitoches	0	0	97,247	0	0	0	0	0	0	97,247
Debt Service-Sales Tax	0	189,307	0	0	0	0	0	0	0	189,307
Debt Service-General Oblig.	0	1,266,892	0	0	0	0	0	0	0	1,266,892
Debt Service-Sinking Fund	0	297,170	0	0	0	0	0	0	0	297,170
Total	<u>\$ 0</u>	<u>\$1,753,369</u>	<u>\$5,042,110</u>	<u>\$ 272,898</u>	<u>\$32,542</u>	<u>\$2,991,710</u>	<u>\$588,095</u>	<u>\$68,774</u>	<u>\$4,218,547</u>	<u>\$14,968,045</u>

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

Q. Net Position

In the government-wide statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net resources with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provision or enabling legislation.
- c. Unrestricted net position - All other net resources that do not meet the definition of “restricted” or “net investment in capital assets”.

When an expense is incurred for the purposes for which both restricted and unrestricted net position are available, management applies unrestricted net position first, unless a determination is made to use restricted net position. The policy concerning which to apply first varies with the intended use and legal requirements. This decision is typically made by management at the incurrence of the expenses.

R. Bond Issuance Costs

Bond discounts and issuance costs are shown as expenditures in the current period for both governmental and business-type activities.

S. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

T. Cash and Cash Equivalents

For the purpose of the Statement of Net Position, “cash and cash equivalents” includes all demand, savings accounts, and certificates of deposit of the City. For the purpose of the proprietary fund Statement of Cash Flows, “cash and cash equivalents” include all demand and savings accounts, and certificates of deposit.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

2. Ad Valorem Taxes

The City levies taxes on real and business personal property located within the boundaries of the City. Property taxes are levied by the City on property values assessed by the Natchitoches Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

The Natchitoches Tax Commission bills and collects property taxes for the City. Collections are remitted to the City monthly. The City recognizes property tax revenues when levied.

Property Tax Calendar

Assessment date	January 1
Levy date	June 30
Tax bills mailed	October 15
Total taxes are due	December 31
Penalties & interest added	January 31
Lien date	January 31
Tax sale	May 15

For the year ended May 31, 2021, taxes of 17.03 mills were levied on property with an assessed valuation totaling \$138,180,510 and were dedicated as follows:

General Corporate Purposes	7.03 mills	indefinite
Special Taxes	10.00 mills	expires 2028

Total taxes collected were \$2,344,999 after small adjustments were made to the original tax roll. A tax sale was held on May 15, 2021, and most uncollected taxes were collected on that date. Uncollected taxes average less than 2% of total taxes levied, and no provision for uncollectibles is made.

3. Lease Agreements

The City of Natchitoches has entered into the following long-term lease agreement:

Waterworks District Number 1 of Natchitoches Parish for a period of fifty years from 1980. This District was originally created to construct a water source, and furnish water to residents of Ward One of Natchitoches Parish, including those residents living within the City's boundaries. The agreement provides that the City operate the water system, including billing the consumers and collecting for services, furnishing all labor, materials, and equipment to operate and maintain the system. The agreement calls for the City to lease the water system from the Water District for an annual payment of \$3,600. The Waterworks District retains control of and responsibility for the water source.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

4. Receivables

The following is a summary of receivables at May 31, 2021:

Sales Tax	\$1,032,980
Licenses	110,192
Ad Valorem Tax	10,405
Utility Revenue	3,654,433
Miscellaneous	<u>629,560</u>
Total	<u>\$5,437,570</u>

All receivables for the governmental funds are considered to be collectible, and no allowance for bad debt is used. Allowance for bad debts for the proprietary funds is \$300,000.

5. Capital Assets

Capital assets and depreciation activity as of and for the year ended May 31, 2021, is as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
General Fund-				
Capital Assets; not depreciated-				
Land	\$ 11,412,033	\$ 3,000	\$ 0	\$ 11,415,033
Construction in Progress	373,525	628,128	373,525	628,128
Capital Assets; depreciated-				
Buildings	19,134,270	793,432	0	19,927,702
Other Infrastructure	33,478,898	373,526	0	33,852,424
Other Assets	827,117	0	0	827,117
Furniture & Fixtures	15,104	0	0	15,104
Machinery & Equipment	4,431,285	172,262	0	4,603,547
Firearms	71,032	0	0	71,032
Vehicles	5,336,857	336,527	235,607	5,437,777
Streets	92,561,314	0	0	92,561,314
Sidewalks	<u>5,547,865</u>	<u>0</u>	<u>0</u>	<u>5,547,865</u>
Total Assets	<u>\$173,189,300</u>	<u>\$ 2,306,875</u>	<u>\$609,132</u>	<u>\$174,887,043</u>
Accumulated Depreciation-				
Buildings	\$ 7,205,104	\$ 578,557	\$ 0	\$ 7,603,661
Other Infrastructure	4,991,406	1,340,354	0	6,331,760
Other Assets	768,035	30,824	0	798,859
Furniture & Fixtures	15,104	0	0	15,104
Machinery & Equipment	2,949,728	258,352	0	3,208,080
Vehicles	4,013,137	461,547	234,024	4,240,660
Streets	89,286,274	469,991	0	89,756,265
Sidewalks	<u>5,214,674</u>	<u>56,942</u>	<u>0</u>	<u>5,271,616</u>
Total Accumulated Depr.	<u>\$114,263,462</u>	<u>\$ 3,196,567</u>	<u>\$234,024</u>	<u>\$117,226,005</u>
Total Capital Assets, Net	<u>\$ 58,925,838</u>	<u>\$ (889,692)</u>	<u>\$375,108</u>	<u>\$ 57,661,038</u>

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

5. Capital Assets (continued)

Depreciation expense of \$3,196,567 for the year ended May 31, 2021, was charged to the following governmental functions:

General Fund-	
Finance Department	\$ 58,517
Community Development Department	850,097
Planning & Zoning	1,434
Fire Department	243,854
Recreation Department	425,567
Public Works Department	572,194
Purchasing Department	9,007
Police Department	320,555
Airport Fund	411,412
Convention Center	241,623
Industrial Park South	<u>62,307</u>
 Total	 <u>\$3,196,567</u>

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type Activities:				
Utility Fund-				
Capital Assets; not depreciated-				
Land	\$ 850,995	\$ 4,000	\$ 0	\$ 854,995
Capital Assets; depreciated-				
Buildings	1,912,581	0	0	1,912,581
Furniture & Fixtures	310,366	0	0	310,366
Machinery & Equipment	10,691,210	150,383	49,415	10,792,178
Vehicles	2,059,216	39,029	0	2,098,245
Electric System	24,771,909	0	30,360	24,741,549
Water System	43,837,624	31,178	0	43,858,802
Sewer System	<u>26,639,000</u>	<u>0</u>	<u>0</u>	<u>26,639,000</u>
Total Assets	<u>\$111,072,901</u>	<u>\$ 224,590</u>	<u>\$ 79,775</u>	<u>\$111,217,716</u>
Accumulated Depreciation-				
Buildings	\$ 1,055,324	\$ 38,251	\$ 0	\$ 1,093,575
Furniture & Fixtures	310,366	0	0	310,366
Machinery & Equipment	10,273,137	50,177	49,415	10,273,899
Vehicles	1,949,086	220,457	0	2,169,543
Electric System	9,632,462	461,702	30,360	10,063,803
Water System	16,368,423	520,308	0	16,888,731
Sewer System	<u>11,079,862</u>	<u>923,584</u>	<u>0</u>	<u>12,003,446</u>
Total Accumulated Depr.	<u>\$ 50,668,660</u>	<u>\$ 2,214,479</u>	<u>\$ 79,775</u>	<u>\$ 52,803,364</u>
Total Net Assets	<u>\$ 60,404,241</u>	<u>\$(1,989,889)</u>	<u>\$ 0</u>	<u>\$ 58,414,352</u>

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

5. Capital Assets (continued)

Depreciation expense of \$2,314,913 for the year ended May 31, 2021, was charged to the following business-type functions:

Electric System	\$ 540,514
Water System	1,066,621
Sewer System	<u>607,344</u>
Total Utility Fund	<u>\$2,214,479</u>

6. Long-Term Debt

General Obligation- At May 31, 2021, the City had the following outstanding general obligation bond issues:

- 1) Purchase agreement dated October 2015, with G. F. Thomas Investments, L.P., A&F Walker Limited Partnership and Mary Francis Walker for the purchase of land at 560/562 Second Street. The original purchase price was \$217,500, with annual payments to be made over five years with no interest payments. This debt is to be repaid by the Capital Improvements Special Fund.
- 2) Capital lease with option to purchase financed through Southside Bank for a fire rescue truck and payments began in December 2017. The original loan was for \$250,000 and is to be repaid over 10 years by the Hazard Tax Fund.
- 3) Capital lease with option to purchase financed through Southside Bank for a computer-aided dispatch system. The original loan was for \$349,926 and is to be repaid over four years by the Sales Tax Police Fund.
- 4) Note payable with Carbecca, LLC for the purchase of land at Rapides Drive. The original loan was for \$290,000 and is to be repaid over five years from the Hazard Tax Fund.
- 5) Note payable with BB&T Governmental Finance for the purpose of purchasing two pumper trucks for the fire department. The original loan was for \$515,824 and is to be repaid over five years from the Hazard Tax Fund.

Revenue Bonds- The City has issued several series of bonds for improvements to the utility system, and also to refund other bond issues. All of these debt issues are secured by the revenues of the Utility Fund. These revenue bond issues are:

- 1) Series 2009 B
- 2) Series 2009 A
- 3) Series 2013 Revenue Refunding
- 4) Series 2015 Revenue Refunding-DWRL
- 5) Series 2015 Revenue Refunding
- 6) Series 2018 Sales Tax Revenue
- 7) Series 2019 Sales Tax Revenue
- 8) Series 2021 Utilities Revenue

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

6. Long-Term Debt (continued)

General Obligations and Revenue Bonds Outstanding at May 31, 2021, are as follows:

<u>Issue</u>	<u>Issue Date</u>	<u>Final Maturity Date</u>	<u>Interest Rates</u>	<u>Balance Outstanding</u>
General Obligation-				
Southside Bank	12-01-2017	11-01-2026	2.99%	\$ 158,749
Southside Bank	07-01-2018	07-01-2021	3.20%	89,803
Carbecca, LLC	09-01-2018	08-31-2023	0.00%	100,000
BB&T Governmental Finance	10-15-2018	10-15-2023	3.84%	<u>321,280</u>
Total General Obligation Debt				\$ <u>669,832</u>
Revenue Bonds-				
Series 2009 Revolving	12-15-2009	12-01-2030	2.95%	\$ 0
Series 2013 Refunding	12-01-2013	12-01-2022	2.15%	0
Series 2015 Refunding-DWRL	05-07-2015	12-01-2025	2.95%	0
Series 2015 Refunding	12-01-2015	12-01-2029	4.30%	1,458,000
Series 2018 Sales Tax Revenue	02-01-2018	02-01-2033	3.29%	10,460,000
Series 2019 Sales Tax Revenue	03-01-2019	03-01-2033	3.70%	1,335,000
Series 2021 Utilities Revenue	03-01-2021	12-01-2030	1.49%	<u>3,615,000</u>
Total Revenue Bonds				\$16,868,000
Total General Obligation and Revenue Bonds Payable				\$17,537,832

The annual debt service requirements to maturity of general obligation debt and revenue bonds outstanding at May 31, 2021, excluding interest payments of \$2,974,206 are as follows:

<u>Year Ending May 31</u>	<u>General Obligation</u>	<u>Revenue Bonds</u>	<u>Total</u>
2022	\$267,360	\$ 1,293,000	\$ 1,560,360
2023	182,322	1,319,000	1,501,322
2024	137,264	1,359,000	1,496,264
2025	26,817	1,395,000	1,421,817
2026	27,621	1,436,000	1,463,621
2027-2031	28,448	7,756,000	7,784,448
2032-2036	<u>0</u>	<u>2,310,000</u>	<u>2,310,000</u>
Total	\$669,832	\$16,868,000	\$17,537,832

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

6. Long-Term Debt (continued)

The following is a summary of changes in long-term debt, including accrued compensated absences, net other postemployment benefits (OPEB), and net pension liability for the year ended May 31, 2021:

	Balance <u>06-01-20</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>05-31-21</u>
General Obligation	\$ 929,796	\$ 0	\$ 259,964	\$ 669,832
Revenue Bonds	18,087,000	3,615,000	4,834,000	16,868,000
Compensated Absences (Note 1.D)	2,857,779	0	737,683	2,732,056
Net OPEB	6,433,454	0	1,507,016	6,397,971
Net Pension Liability	<u>25,347,711</u>	<u>0</u>	<u>5,021,524</u>	<u>25,972,631</u>
Total	<u>\$53,655,740</u>	<u>\$3,615,000</u>	<u>\$12,360,187</u>	<u>\$52,640,490</u>

7. Dedication of Proceeds and Flow of Funds-Sales and Use Tax

The City of Natchitoches levies two 1%, and one .5% sales and use tax, all with indefinite expiration dates. One of the 1% sales and use tax levies is dedicated to the General Fund, to be used as operating monies. Collections for 2021 were \$4,629,992. The .5% levy is dedicated to the Police Department. Collections for 2020 were \$2,314,996.

Proceeds of the other 1% tax are dedicated to the following purposes:

1. To pay the reasonable cost of the collection and administration of the tax.
2. To pay DEQ advances and to pay interest and principal on sales tax bonds to be issued to finance sewer construction.
3. Any excess after the above payments are made is dedicated and can be used for any one or more of the following: construction, extending, maintaining, and improving sewers and sewerage disposal works, waterworks facilities, recreation parks/facilities, and purchasing and acquiring the necessary land, equipment and furnishings for the aforesaid public works.

8. Flow of Funds, Restriction on Use-Enterprise Fund

Under the terms of the bond indentures relating to Utility Revenue Bonds, all income and revenues (hereinafter referred to as revenue) of every nature, earned or derived from operations of the Utility System are pledged and dedicated to the retirement of said bonds, and are to be set aside into the following special accounts:

1. Out of revenue, to the "Operations and Maintenance Account", an amount sufficient to provide for expenses of the system.
2. Each month, there should be set aside into an account called the "Sinking Fund", an amount constituting 1/12 of the next maturing yearly installment principal payment, and 1/6 of the next six month interest payment. These funds can only be used for payment of bond principal and interest.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

8. Flow of Funds, Restriction on Use-Enterprise Fund (continued)

3. There should also be set aside into a “Bond Reserve Account”, an amount equal to 20% of the principal and interest payments required during the current fiscal year until there shall have been accumulated in the Reserve Account an amount equal to the maximum principal and interest requirements in any one maturity year. These monies may be used only for the payment of maturing bonds and interest for which sufficient funds are not on deposit in the “Bond and Interest Redemption Account”.
4. Funds must also be set aside into a “Contingency Account” at the rate of 7% of the adjusted income of the Utility Fund. Money in this account may also be used to pay principal and interest on the bonds falling due at a time when there is not sufficient money for payment in the other bond funds. This fund can be used for major repairs to the system. The amount in the account should not be reduced below \$15,000. No payment is required to be made into this fund anytime the balance equals or exceeds \$1,000,000.
5. All of the revenue received in any fiscal year and not required to be paid in such fiscal year into any of the above noted funds shall be regarded as surplus and may be used for any lawful purpose.

9. Employment Retirement Systems

Substantially all employees of the City are members of the Municipal Employees Retirement System of Louisiana (MERS), Municipal Police Employees Retirement System of Louisiana (MPERS), Firefighters’ Retirement System of Louisiana (FRS), or the Louisiana State Employees’ Retirement System (LASERS). These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. General Information about the Plans

Municipal Employees Retirement System of Louisiana (MERS)

Plan Description

MERS was originally established by Act 356 of the 1954 regular session of the Legislature of the State of Louisiana to provide retirement benefits to employees of all incorporated villages, towns and cities within the state, which did not have their own retirement system and which elected to become members of MERS.

Act 569 of the year 1968 established by the Legislature of the State of Louisiana provides an optional method for municipalities to cancel Social Security and come under supplementary benefits in MERS, effective on and after June 30, 1970. Effective October 1, 1978, under Act 788, the “regular plan” and the “supplemental plan” were replaced and are now known as Plan “A” and Plan “B”. Plan A combines the original plan and the supplemental plan for those municipalities participating in both plans, while Plan B participates in only the original plan.

Membership is mandatory as a condition of employment beginning on the date employed if the employee is on a permanent basis working at least 35 hours per week. Individuals paid jointly by a participating employer and the parish are not eligible for membership in MERS with exceptions as outlined in the statutes. MERS issues an annual publicly available financial report that includes financial statements and required supplementary information for the System, which can be obtained at www.la.state.la.us.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement

Any member of Plan A who commenced participation prior to January 1, 2013 can retire providing he meets one of the following criteria:

1. Any age with twenty-five or more years of creditable service.
2. Age 60 with a minimum of ten years of creditable service.
3. Any age with 20 years of creditable service, exclusive of military service and unused annual and sick leave, with an actuarially reduced early benefit.

Generally, the monthly amount of the retirement allowance for any member of Plan A shall consist of an amount equal to three percent of the member's monthly average final compensation multiplied by his years of creditable service. Final average compensation is the average monthly earnings during the highest sixty consecutive months, or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts. An additional regular retirement benefit can be received for any city marshal or deputy city marshal. See Plan Booklet for further details.

Any member of Plan A Tier 2 can retire providing he meets one of the following criteria:

1. Age 67 with seven years of creditable service.
2. Age 62 with ten years of creditable service.
3. Age 55 with thirty years of creditable service.
4. Any age with twenty five years of creditable service, exclusive of military service and unused annual and sick leave, with an actuarially reduced early benefit.

Generally, the monthly amount of the retirement allowance for any member of Plan A Tier 2 shall consist of an amount equal to three percent of the member's monthly average final compensation multiplied by his years of creditable service. Final average compensation is the average monthly earnings during the highest sixty consecutive months, or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts. Any city marshal or deputy city marshal shall receive an additional regular benefit computed on supplemental marshal's earnings. See Plan Booklet for further details.

Survivor's Benefits

Upon the death of any member of Plan A with five or more years of creditable service, not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children as outlined in the statutes.

Any member of Plan A who is eligible for normal retirement at time of death and who leaves a surviving spouse will be deemed to have retired and selected Option 2 benefits on behalf of the surviving spouse on the date of death. Such benefits will begin only upon proper application and are paid in lieu of any other survivor benefits.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Deferred Retirement Option Plan (DROP)

In lieu of terminating employment and accepting a service retirement allowance, any member of Plan A who is eligible to retire may elect to participate in DROP for up to three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP Fund. Interest is earned when the member has completed DROP participation. Interest earnings are based upon the actual rate of return on the investments identified as DROP funds for the period. In addition, no cost-of-living increases are payable to participants until employment which made them eligible to become members of the MERS has been terminated for at least one full year.

Upon termination of employment prior to or at the end of the specified period of participation, a participant in DROP may receive, at his option, a lump sum from the account equal to the payments into the account, a true annuity based upon his account balance in that fund, or any other method of payment if approved by the board of trustees. If a participant dies during participation in DROP, a lump sum equal to the balance in his account shall be paid to his named beneficiary or, if none, to his estate. If employment is not terminated at the end of the three years, payments into the DROP fund cease and the person resumes active contributing membership in MERS.

Disability Benefits

For Plan A, a member shall be eligible to retire and receive a disability benefit if they have at least five years of creditable service, is not eligible for normal retirement, and has been officially certified as disabled by the State Medical Disability Board. Upon retirement caused by disability, a member of Plan A shall be paid a disability benefit equal to the lesser of (1) an amount equal to three percent of the member's current final compensation multiplied by his/her years of creditable service, but not less than forty-five percent of his final compensation, or (2) an amount equal to what the member's normal retirement benefit would be based on the member's current final compensation, but assuming the member remained in continuous service until his earliest normal retirement age and using those retirement benefit computation factors which would be applicable to the member's normal retirement.

Cost-of-Living Increases

MERS is authorized under state law to grant a cost of living increase to members who have been retired for at least one year. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. State law allows MERS to grant additional cost of living increases to all retirees and beneficiaries who are age sixty-five and above equal to 2% of the benefit being received on October 1, 1977, or the original benefit, if retirement commenced after that date.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Deferred Benefits

Both plans provide for deferred benefits for members who terminate before being eligible for retirement. Once the member reaches the appropriate age for retirement, benefits become payable. Benefits are based on statutes in effect at time of withdrawal.

Contributions

According to state statute, contribution requirements for all employers are actuarially determined each year. For the year ending June 30, 2020, the employer contribution rate was 29.50% of member's earnings for Plan A.

According to state statute, MERS also receives one-fourth (1/4) of 1% of ad valorem taxes collected within the respective parishes except for Orleans. Tax monies are apportioned between Plan A and Plan B in proportion to salaries of plan participants. MERS also receives revenue sharing funds each year as appropriated by the Legislature. These additional sources of income are used as additional employer contributions and considered support from non-employer contributing entities, but are not considered special funding situations. The non-employer contribution was \$188,512.

The City's contractually required composite contribution rate for the year ended May 31, 2021 29.50% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability.

Contributions to the pension plan from the City were \$1,563,429 for the year ended May 31, 2021.

Municipal Police Employees' Retirement System (MPERS)

Plan Description

MPERS was established by and the benefit provisions are authorized within Act 189 of 1973 and amended by Louisiana Revised Statutes 11:2211 – 11:2233. Participants should refer to the appropriate statutes for more complete information.

Membership is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, provided he or she does not have to pay social security and providing he or she meets the statutory criteria. MPERS issues an annual publicly available financial report that includes financial statements and required supplementary information for the System, which can be obtained at www.lampers.org or www.la.state.la.us.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Retirement

Membership Prior to January 1, 2013

A member is eligible for regular retirement after he has been a member of MPERS and has 25 years of creditable service at any age or has 20 years of creditable service and is age 50 or has 12 years creditable service and is age 55. A member is eligible for early retirement after he has been a member of MPERS for 20 years of creditable service at any age with an actuarially reduced benefit.

Benefit rates are 3.33% of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon the death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from 40% to 60% of the member's average final compensation for the surviving spouse. In addition, each child under age 18 receives benefits equal to 10% of the member's average final compensation or \$200 per month, whichever is greater.

Membership Commencing January 1, 2013

Membership eligibility for regular retirement, early retirement, disability and survivor benefits are based on Hazardous Duty and Non Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of MPERS and has 25 years of creditable service at any age or has 12 years creditable service at age 55. Under the Non Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of MPERS and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he has been a member of MPERS for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55.

Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are 3% (generally) and 2.5%, respectively, of average final compensation (average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon the death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from 25% to 55% of the member's average final compensation for the surviving spouse. In addition, each child under age 18 receives 10% of average final compensation or \$200 per month whichever is greater. If deceased member had less than 10 years of service, beneficiary will receive a refund of employee contributions only.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Cost-of-Living Increases

The Board of Trustees is authorized to provide annual cost-of-living adjustments (COLA) computed on the amount of the current regular retirement, disability, beneficiary or survivor's benefit, not to exceed 3% in any given year. The Board is authorized to provide an additional 2% COLA, computed on the member's original benefit, to all regular retirees, disability, survivors and beneficiaries who are 65 years of age or older on the cut-off date which determines eligibility.

No regular retiree, survivor or beneficiary shall be eligible to receive a cost-of-living adjustment until benefits have been received at least one full fiscal year and the payment of such COLA, when authorized, shall not be effective until the lapse of at least one-half of the fiscal year.

A COLA may only be granted if funds are available from interest earnings in excess of normal requirements, as determined by the actuary.

Deferred Retirement Option Plan (DROP)

A member is eligible to elect to enter DROP when he is eligible for regular retirement based on the members' sub plan participation. Upon filing the application for the program, the employee's active membership in MPERS is terminated. At the entry date into DROP, the employee and employer contributions cease. The amount to be deposited into the DROP account is equal to the benefit computed under the retirement plan elected by the participant at date of application. The duration of participation in the DROP is 36 months or less. If employment is terminated after the three-year period the participant may receive his benefits by lump sum payment or a true annuity. If employment is not terminated, active contributing membership into MPERS shall resume and upon later termination, he shall receive additional retirement benefits based on the additional service. For those eligible to enter DROP prior to January 1, 2004, DROP accounts shall earn interest subsequent to the termination of DROP participation at a rate of half of one percentage point below the percentage rate of return of MPERS' investment portfolio as certified by the actuary on an annual basis but will never lose money. For those eligible to enter DROP subsequent to January 1, 2004, an irrevocable election is made to earn interest based on MPERS' investment portfolio return or a money market investment return. This could result in a negative earnings rate being applied to the account.

If the member elects a money market investment return, the funds are transferred to a government money market account and earn interest at the money market rate.

Initial Benefit Option Plan

In 1999, the State Legislature authorized MPERS to establish an Initial Benefit Option program. Initial Benefit Option is available to members who are eligible for regular retirement and have not participated in DROP. The Initial Benefit Option program provides both a one-time single sum payment of up to 36 months of regular monthly retirement benefits, plus a reduced monthly retirement benefit for life. Interest is computed on the balance based on the same criteria as DROP.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Contributions

Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay.

For the year ended June 30, 2020, the employer and employee contribution rates for all members hired prior to January 1, 2013 and Hazardous Duty members hired after January 1, 2013 were 33.75% and 10%, respectively. The employer and employee contribution rates for all Non Hazardous Duty members hired after January 1, 2013 were 33.75% and 8%, respectively. The employer and employee contribution rates for all members whose earnable compensation is less than or equal to the poverty guidelines issued by the United States Department of Health and Human Services were 34.25% and 7.5%, respectively.

The System also receives insurance premium tax monies as additional employer contributions. The tax is considered support from a non-contributing entity and appropriated by the legislature each year based on an actuarial study. Non-employer contributions of \$183,717 are recognized as revenue, but are not considered special funding situations.

The City's contractually required composite contribution rate for the year ended May 31, 2021 was 33.75% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability.

Contributions to the pension plan from the City were \$856,512 for the year ended May 31, 2021.

Firefighters' Retirement System of Louisiana (FRS)

FRS was established by Act 434 of 1979 to provide retirement, disability and survivor benefits to firefighters in Louisiana. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through FRS in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

Benefit provisions are authorized within Act 434 of 1979 and amended by Louisiana Revised Statutes 11:2251 – 11:2272. The following is a brief description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Any person who becomes an employee as defined in RS 11:2252 on and after January 1, 1980, shall become a member as a condition of employment. Membership in FRS consist of full-time firefighters, eligible employees of the retirement system, or any person in a position as defined in the municipal fire and police civil service system that earns at least \$375 per month, excluding state supplemental pay, and are employed by a fire department of any municipality, parish, or fire protection district of the State of Louisiana.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

No person who has attained age 50 or over shall become a member of FRS, unless the person becomes a member by reason of a merger or unless FRS received an application for membership before the applicant attained the age of 50. No person who has not attained the age of 18 years shall become a member of FRS.

Any person who has retired from service under any retirement system or pension fund maintained basically for public officers and employees of the state, its agencies or political subdivisions, and who is receiving retirement benefits therefrom may become a member of FRS, provided the person meets all other requirements for membership. Service credit from the retirement system or pension plan from which the member is retired shall not be used for reciprocal recognition of service with FRS, or for any other purpose in order to attain eligibility or increase the amount of service credit in FRS.

FRS issues an annual publicly available financial report that includes financial statements and required supplementary information for the System, which can be obtained at www.lafirefightersret.com or www.la.state.la.us.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement

Employees with 20 or more years of service who have attained age 50, or employees who have 12 years of service who have attained age 55, or 25 years of service at any age are entitled to annual pension benefits equal to 3.333% of their average final compensation based on the 36 consecutive months of highest pay multiplied by their total years of service, not to exceed 100%. Employees may elect to receive their pension benefits in the form of a joint and survivor annuity.

If employees terminate before completing 12 years of service, they forfeit the right to receive the portion of their accumulated plan benefits attributable to their employer's contributions.

Benefits are payable over the retirees' lives in the form of a monthly annuity. An employee may elect an unreduced benefit or any of seven options at retirement.

See R.S. 11:2256(A) for additional details on retirement benefits.

Disability Benefits

A member who acquires a disability, and who files for disability benefits while in service, and who upon medical examination and certification as provided for in Title 11, is found to have a total disability solely as the result of injuries sustained in the performance of his official duties, or for any cause, provided the member has at least five years of creditable service and provided that the disability was incurred while the member was an active contributing member in active service, shall be entitled to disability benefits under the provisions of R.S. 11:2258(B).

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Death Benefits

Benefits shall be payable to the surviving eligible spouse or designated beneficiary of a deceased member as specified in R.S. 11:2256(B) & (C).

Deferred Retirement Option Plan (DROP)

After completing 20 years of creditable service and attaining the age of 50 years, or 25 years at any age, a member may elect to participate in DROP for up to 36 months.

Upon commencement of participation in DROP, employer and employee contributions to FRS cease. The monthly retirement benefit that would have been payable is paid into the member's DROP account. Upon termination of employment, a participant in the program has several options to receive their DROP benefit. A member may (1) elect to roll over all or a portion of their DROP balance into another eligible qualified plan, (2) receive a lump-sum payment from the account, (3) receive single withdrawals at the discretion of the member, (4) receive monthly or annual withdrawals, or (5) receive annuity based on the DROP account balance. These withdrawals are in addition to his regular monthly benefit.

If employment is not terminated at the end of the 36 months, the participant resumes regular contributions to FRS. No withdrawals may be made from the DROP account until the participant retires.

Initial Benefit Option Plan

Effective June 16, 1999, members eligible to retire and who do not choose to participate in DROP may elect to receive, at the time of retirement, an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. Such amounts may be withdrawn or remain in the IBO account earning interest at the same rate as the DROP account.

Cost-of-Living Increases

Under the provisions of R.S. 11:246 and 11:2260(A)(7), the board of trustees is authorized to grant retired members and widows of members who have retired an annual cost-of-living adjustment (COLA) increase of up to 3% of their current benefit, and all retired members and widows who are 65 years of age and older a 2% increase in their original benefit. In order for the board to grant either of these increases, FRS must meet certain criteria detailed in the statute related to funding status and interest earnings (R.S. 11:243). In lieu of these COLAs, pursuant to R.S. 11:241, the board may also grant an increase based on a formula equal to up to \$1 times the total number of years of credited service accrued at retirement or at death of the member or retiree plus the number of years since retirement or since death of the member or retiree to FRS's fiscal year end preceding the payment of the benefit increase. If there are not sufficient funds to fund the benefit at the rate of one dollar per year for such total number of years, then the rate shall be reduced in proportion to the amount of funds that are available to fund the COLA.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Contributions

Employer contributions are actuarially determined each year. For the measurement date of June 30, 2020, employer and employee contributions for members above the poverty line were 27.75% and 10%, respectively. The employer and employee contribution rates for those members below the poverty line were 29.75% and 8.0%, respectively.

According to state statute, FRS receives insurance premium assessments from the State of Louisiana as additional employer contributions. The assessment is considered support from a non-contributing entity and appropriated by the legislature each year based on an actuarial study. Non-employer contributions of \$247,330 are recognized as revenue, but are not considered special funding situations.

The City's contractually required composite contribution rate for the year ended May 31, 2021 was 32.25% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the City were \$702,698 for the year ended May 31, 2021.

Louisiana State Employees' Retirement System (LASERS)

Plan Description

LASERS was established for the purpose of providing retirement allowances and other benefits as stated under Section 401 of Title 11 of the Louisiana Revised Statutes (La. R.S. 11:401), as amended, for eligible state officers, employees and their beneficiaries. The projection of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through LASERS in accordance with the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. LASERS issues an annual publicly available financial report that includes financial statements and required supplementary information, which can be obtained at www.laseronline.org.

Benefits Provided

The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Retirement

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. Our rank and file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service, at age 55 upon completing 25 years of creditable service, and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 1, 2015, may retire at age 60

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

upon completing five years of creditable service and those hired on or after July 1, 2015 may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity. As an alternative to the basic retirement benefits, a member may elect to receive their retirement benefits throughout their life, with certain benefits being paid to their designated beneficiary after their death.

Act 992 of the 2010 Louisiana Regular Legislative Session, changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service at any age or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate. The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated by Act 992. Specialty plan and regular members, hired prior to January 1, 2011, who are hazardous duty employees have the option to transition to the new hazardous duty plan.

Act 226 of the 2014 Louisiana Regular Legislative Session established new retirement eligibility for members of LASERS hired on or after July 1, 2015, excluding hazardous duty plan members. Regular members and judges under the new plan are eligible to retire at age 62 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment. Members in the regular plan will receive 2.5% accrual rate, and judges a 3.5% accrual rate, with the extra 1.0% accrual rate based on all years of service as a judge.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

A member leaving employment before attaining minimum retirement age, but after completing certain minimum service requirements, becomes eligible for a benefit provided the member lives to the minimum service retirement age, and does not withdraw their accumulated contributions. The minimum service requirement for benefits varies depending upon the member's employer and service classification.

Deferred Retirement Benefits

The State Legislature authorized LASERS to establish a Deferred Retirement Option Plan (DROP). When a member enters DROP, their status changes from active member to retiree even though they continue to work and draw their salary for a period of up to three years. The election is irrevocable once participation begins. During DROP participation, accumulated retirement benefits that would have been paid to each retiree are separately tracked. For members who entered DROP prior to January 1, 2004, interest at a rate of one-half percent less than LASERS realized return on its portfolio (not to be less than zero) will be credited to the retiree after participation ends. At that time, the member must choose among available alternatives for the distribution of benefits that have accumulated in the DROP account. Members who enter DROP on or after January 1, 2004, are required to participate in LASERS Self-Directed Plan (SDP) which is administered by a third-party provider. The SDP allows DROP participants to choose from a menu of investment options for the allocation of their DROP balances. Participants may diversify their investments by choosing from an approved list of mutual funds with different holdings, management styles, and risk factors.

Members eligible to retire and who do not choose to participate in DROP may elect to receive at the time of retirement an initial benefit option (IBO) in an amount up to 36 months of benefits, with an actuarial reduction of their future benefits. For members who selected the IBO option prior to January 1, 2004, such amount may be withdrawn or remain in the IBO account earning interest at a rate of one-half percent less than LASERS realized return on its portfolio (not to be less than zero). Those members who select the IBO on or after January 1, 2004, are required to enter the SDP as described above.

Disability Benefits

Generally, active members with ten or more years of credited service who become disabled may receive a maximum disability retirement benefit equivalent to the regular retirement formula without reduction by reason of age.

Upon reaching age 60, the disability retiree may receive a regular retirement benefit by making application to the Board of Trustees.

For injuries sustained in the line of duty, hazardous duty personnel in the Hazardous Duty Services Plan will receive a disability benefit equal to 75% of final average compensation or 100% of final average compensation if the injury was the result of an intentional act of violence.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Survivor's Benefits

Certain eligible surviving dependents receive benefits based on the deceased member's compensation and their relationship to the deceased. The deceased regular member hired before January 1, 2011 who was in state service at the time of death must have a minimum of five years of service credit, at least two of which were earned immediately prior to death, or who had a minimum of twenty years of service credit regardless of when earned, in order for a benefit to be paid to a minor or handicapped child. Benefits are payable to an unmarried child until age 18, or age 23 if the child remains a full-time student. The aforementioned minimum service credit requirement is ten years for a surviving spouse with no minor children, and benefits are to be paid for life to the spouse or qualified handicapped child.

The deceased regular member hired on or after January 1, 2011, must have a minimum of five years of service credit regardless of when earned in order for a benefit to be paid to a minor child. The aforementioned minimum service credit requirements for a surviving spouse are 10 years, 2 years being earned immediately prior to death, and active state service at the time of death, or a minimum of 20 years of service credit regardless of when earned. A deceased member's spouse must have been married for at least one year before death.

Permanent Benefit Increases/Cost-of-Living Adjustments

As fully described in Title 11 of the Louisiana Revised Statutes, FRS allows for the payment of permanent benefit increases, also known as cost-of-living adjustments (COLAs), that are funded through investment earnings when recommended by the Board of Trustees and approved by the State Legislature.

Contributions

The employer contribution rate is established annually under R.S. 11:101-11:104 by the Public Retirement Systems' Actuarial Committee (PRSAC), taking into consideration the recommendation of the System's Actuary. Each plan pays a separate actuarially-determined employer contribution rate. However, all assets of LASERS are used for the payment of benefits for all classes of members, regardless of their plan membership. Rates for the year ended June 30, 2019 were as follows:

Plan	Plan Status	Employer Contribution Rate
Appellate Law Clerks	Closed	40.70%
Appellate Law Clerks hired on or after 7/1/06	Closed	40.70%
Alcohol Tobacco Control	Closed	33.90%
Bridge Police	Closed	39.80%
Bridge Police hired on or after 7/1/06	Closed	39.80%
Corrections Primary	Closed	36.90%
Corrections Secondary	Closed	40.70%

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

A. General Information about the Plans continued

Plan	Plan Status	Employer Contribution Rate
Harbor Police	Closed	7.70%
Hazardous Duty	Open	41.70%
Judges hired before 1/1/2011	Closed	42.40%
Judges hired after 12/31/2010	Closed	42.00%
Judges hired on or after 7/1/15	Open	42.00%
Legislators	Closed	40.40%
Optional Retirement Plan (ORP)		
Hired before 7/1/06	Closed	40.7%
Hired on or after 7/1/06	Closed	40.7%
Peace Officers	Closed	39.40%
Regular Employees		
Hired before 7/1/06	Closed	40.70%
Hired on or after 7/1/06	Closed	40.70%
Hired on or after 1/1/2011	Closed	40.70%
Hired on or after 7/1/15	Open	40.70%
Special Legislative Employees	Closed	42.40%
Wildlife Agents	Closed	49.70%
Aggregate Rate		40.80%

The City's contractually required composite contribution rate for the year ended May 31, 2021 was 42.50% of annual payroll, actuarially determined as an amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any Unfunded Actuarial Accrued Liability. Contributions to the pension plan from the City were \$5,098 for the year ended May 31, 2021.

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At May 31, 2021, the City reported a total of \$25,972,631 for its proportionate share of the Net Pension Liabilities of the Plans.

Plan	Measurement Date	
	June 30, 2020	June 30, 2019
MERS	\$12,013,711	\$11,897,468
MPERS	7,789,871	7,756,577
FRS	6,118,929	5,648,168
LASERS	50,120	45,498
Total	\$25,972,631	\$25,347,711

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The Net Pension Liabilities were measured as of June 30, 2020, and the total pension liability used to calculate the Net Pension Liabilities were determined by an actuarial valuation as of those dates. The City's proportion of the Net Pension Liabilities was based on the employer's contribution effort to the plan for the current fiscal year as compared to the total of all employers' contribution effort to the plan for the current fiscal year. At the measurement dates, the City's proportions of each were as follows:

Plan	Proportionate Share	
	June 30, 2020	June 30, 2019
MERS	2.77876%	2.84720%
MPERS	0.84285%	0.85409%
FRS	0.88276%	0.90199%
LASERS	0.00061%	0.00063%
Total	4.50498%	4.60391%

For the year ended May 31, 2021 and 2020, the City recognized pension expense including employer's amortization of change in proportionate share and differences between employer contributions and proportionate share of contributions as follows:

Plan	Measurement Date	
	June 30, 2020	June 30, 2019
MERS	\$1,886,545	\$2,073,328
MPERS	1,281,126	1,436,725
FRS	997,893	1,061,206
LASERS	4,134	4,507
Total	\$4,169,698	\$4,575,766

At May 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Municipal Employees		Municipal Police		Firefighters		LASERS		Total	
	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 0	\$ 68,104	\$ 0	\$306,837	\$ 0	\$391,488	\$ 0	\$ 481	\$ 0	\$ 766,910
Changes in Assumptions	207,682	0	185,105	192,243	591,508	0	160	0	984,455	192,243
Net Difference between projected and actual earnings on pension plan	1,198,842	0	934,551	0	673,854	0	7,327	0	2,814,574	0
Changes in employer's proportion of beg NPL	0	395,829	90,233	69,514	156,180	224,898	0	759	246,413	691,000
	0	19,080	207	11,689	1,073	5,172	0	44	1,280	35,985
Differences between employer and proportionate share of contributions	1,448,083	0	790,988	0	654,979	0	4,674	0	2,898,724	0
Subsequent measurement contributions	<u>\$2,854,607</u>	<u>\$483,013</u>	<u>\$2,001,084</u>	<u>\$580,283</u>	<u>\$2,077,594</u>	<u>\$621,558</u>	<u>\$12,161</u>	<u>\$1,284</u>	<u>\$6,945,446</u>	<u>\$1,686,138</u>

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date in the amount of \$2,898,724 will be recognized as a reduction of the Net Pension Liabilities in the year May 31, 2021. Amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year ended May 31:	
2021	\$344,581
2022	699,640
2023	692,933
2024	537,029
2025	35,499
2026	(1,095)
Total	\$2,308,587

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liabilities for the valuation date of June 30, 2020 are as follows:

<u>Assumptions</u>	<u>MERS</u>	<u>MPERS</u>	<u>FRS</u>	<u>LASERS</u>
Actuarial cost method	Entry age normal cost	Entry age normal cost	Entry age normal cost	Entry age normal cost
Expected remaining service lives	3 years	4 years	7 years	2 years
Investment rate of return	6.95%, net of pension plan investment expense, including inflation	6.95%, net of investment expense, including inflation	7.00%, net of investment expense, including inflation	7.55%, net of investment expense, including
Inflation rate	2.500%	2.500%	2.500%	2.300%
Salary increases	Varies from 4.5% to 6.4% depending on years of service	Varies from 4.70% to 12.30% depending on years of service	Varies from 4.50% to 14.75% depending on years of service	Varies from 2.6% to 13.8% depending on type of member

Mortality rates for MERS were based on PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales were selected for annuitants and beneficiaries. PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales was selected for employees. PubNS-2010(B) Disabled Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales was selected for disabled annuitants. The actuarial assumptions used were based on the results of an experience study, for the period July 2014 through June 30, 2019.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Mortality rates for MPERS were based on RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables projected to 2029 by Scale AA (set back 1 year for females) for healthy annuitants and beneficiaries. RP-2000 Disabled Lives Table set back 5 years for males and set back 3 years for females for disabled annuitants. RP-2000 Employee Table set back 4 years for males and 3 years for females for active members. The mortality rate assumptions used was set based upon an experience study performed by the prior actuary on plan data for the period of July 1, 2014 through June 30, 2019 and review of similar law enforcement mortality.

Mortality rates for FRS were based on RP-2000 Combined Healthy with Blue Collar Adjustment Sex Distinct Tables projected to 2031 using Scale AA for employees, annuitants and beneficiaries. RP-2000 Disabled Lives Mortality Table set back five years for males and set back three years for females for disabled annuitants. Setbacks in these tables were used to approximate mortality improvement. The mortality rate assumption was based upon an experience study performed by the prior actuary on plan data for the period of July 1, 2014 through June 30, 2019.

Mortality rates for LASERS were based on RP-2014 Healthy Mortality Table with mortality improvement projected using the MP-2018 Mortality Improvement Scale, applied on a fully generational basis for non-disabled members. RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement for disabled members. Termination, disability, and retirement assumptions were based upon an experience study performed by the prior actuary on plan data for the period of 2014-2019.

The long-term expected rate of return on MERS, MPERS, FRS, and LASERS pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expenses and inflation) are developed for each major asset class.

These rates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification.

Best estimates of arithmetic real rates of return for each major asset class included in pensions target asset allocation as of June 30, 2020 are summarized in the following table:

<u>Asset Class</u>	MERS		MPERS		FRS		LASERS
	<u>Target Asset Alloc.</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>	<u>Target Asset Alloc.</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>	<u>Target Asset Alloc.</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
Public Equity	53.00%	2.33%	48.5%	3.08%	54.00%	26.80%	10.66%
Public Fixed Income	38.00%	1.67%	33.5%	0.54%	31.00%	4.40%	7.28%
Alternatives	9.00%	0.40%	18.0%	1.02%	15.00%	14.49%	8.32%
Other	0.00%	0.00%	0.0%	0.00%	0.00%	8.44%	5.30%
Totals	<u>100.00%</u>	<u>4.40%</u>	<u>100.0%</u>	<u>4.64%</u>	<u>100.00%</u>	<u>54.13%</u>	
Inflation		2.60%		2.55%		2.50%	
Expected Nominal Return		7.00%		7.19%		7.00%	

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

B. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The discount rate used to measure the total pension liability was 6.95% for MERS, 6.95% for MPERS, 7.00% for FRS, and 7.55% for LASERS. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, MERS, MPERS, FRS, and LASERS fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the Net Pension Liabilities using the discount rates as shown above, as well as what the City's proportionate share of the Net Pension Liabilities would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

	1.0% Decrease	Current Discount Rate	1.0% Increase
MERS	\$15,628,522	\$12,013,711	\$8,957,236
MPERS	\$10,943,938	\$ 7,789,871	\$5,153,201
FRS	\$ 8,838,733	\$ 6,118,929	\$3,848,696
LASERS	\$ 61,590	\$ 50,120	\$ 40,387

Pension Plan Fiduciary Net Position

Detailed information about the pension plans' fiduciary net positions are available in the separately issued financial statements of the Plans.

Payables to the Pension Plan

These financial statements include a payable to the pension plan of \$309,144, which is the legally required contribution due at May 31, 2021. This amount is recorded in accrued expenses.

10. Pending Litigation/Contingencies

Various lawsuits are presently pending against the City of Natchitoches. Attorneys for the City are of the opinion that any judgments rendered in favor of the plaintiffs or payments resulting from compromise settlements, if any, will be within the limits of the various insurance coverages carried by the City.

In March, 2020, the World Health Organization declared the outbreak of novel coronavirus disease (COVID-19) as a pandemic. Although this matter has the potential to negatively impact the results of operations and financial position of the City, the related financial impact cannot be reasonably estimated at this time.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

11. Cash and Investments

The cash and cash equivalents of the City are subject to the following risks:

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal or exceed the amount on deposit with the fiscal bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the City that the fiscal agent bank has failed to pay deposited funds upon demand. Further, Louisiana Revised Statute 39:1224 states that securities held by a third party shall be deemed to be held in the City's name.

Interest Rate Risk. This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity is its fair value to changes in market interest rates. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, as a means of offsetting exposure to interest rate risk, the City diversifies its investments by security type and institution.

Credit Risk: Generally, credit risk is the risk that the issuer of a debt type investment will not fulfill its obligation to the holder of the investment. U.S. government securities or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk exposure. The City's investments comply with Louisiana Statutes (LSA R.S. 33:2955). Under state law, the City may deposit funds with a fiscal agent organized under the laws of Louisiana, the laws of any other state in the union, or the laws of the United States. The City may invest in United States bonds, treasury notes and bills, government-backed agency securities, or certificates and time deposits of state banks organized under Louisiana law and national banks organized under Louisiana law and national banks having principal offices in Louisiana.

Cash and investments are held separately by each of the City's funds. At May 31, 2021, cash and investments totaled \$25,617,903 (book balances), including \$4,265 cash on hand. Bank account and investment balances at May 31, 2021, totaled \$29,039,124, and of this amount \$4,239,217 was secured by government securities. The remaining amount was secured as follows: \$443,404 with FDIC insurance and \$23,058,613 with pledged securities. The remaining balance of \$1,297,890 was unsecured.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

11. Compensation of City Councilmen

A detail of compensation paid to individual council members for the year ended May 31, 2021 follows:

Don Mims	\$ 1,961
Charles Harrington	8,341
Sylvia Morrow	2,130
Dale A. Nielsen	8,341
Rose Mary Elie	5,670
Christopher Petite	5,670
Betty Smith	8,238
Lawrence Batiste, Jr.	<u>2,130</u>
 Total	 <u>\$42,481</u>

12. Fund Deficits

The following individual funds have deficits in unassigned fund balances at May 31, 2021:

<u>Fund</u>	<u>Deficit Amount</u>
Special Revenue Funds-	
Events Center	\$216,997
Knock-Knock Grant	12,029
BJA-Byrne JAG-Police & NPSO	18,500
Rapides Foundation 2021	532
Sports Complex Construction Fund	52,410
Capital Projects Funds-	
Capital Improvements-Streets	3,308,695
Pilgrim's Industrial Park	74,034
Airport Maintenance	239,575
Airport Hangar	90,358
LCDBG Sibley Lake Fund	16,458
Community Water Enrichment	20,236
Chaplain's Lake Water System	9,897
Rue Beauport Riverfront	213,251
Eagle Building Project	<u>728,681</u>
 Total	 <u>\$5,001,653</u>

Special Revenue Funds - These deficits will be funded by transfers from other funds in future years.

Capital Projects Funds - These deficits are caused by ongoing construction and will be funded in the next fiscal year by grant revenues and by transfers from other funds.

In addition to deficit fund balances, the City has various funds which have cash overdrafts. The cash deficits totaling \$7,009,696 will be funded by interfund transfers in future years.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

13. On-Behalf Payments

Certain City employees of the City Police Department, City Fire Department and the City Marshal's Office receive supplemental pay from the State. In accordance with GASB Statement No. 24, the City has recorded revenues and expenditures for these payments in the General Fund. Revenues under this arrangement totaled \$539,587 and the related expenditures are as follows:

City Marshal's Office	\$ 12,000
City Police Department	281,929
City Fire Department	<u>245,658</u>
Total	<u>\$539,587</u>

14. Postemployment Health Care and Life Insurance Benefits

General Information about the OPEB Plan

Plan description – The City of Natchitoches (the City) provides certain continuing health care and life insurance benefits for its retired employees. The City of Natchitoches's OPEB Plan (the OPEB Plan) is a single-employer defined benefit OPEB plan administered by the City. The authority to establish and/or amend the obligation of the employer, employees and retirees rests with the City. No assets are accumulated in a trust that meets the criteria in Governmental Accounting Standards Board (GASB) Codification Section P52 *Postemployment Benefits Other Than Pensions—Reporting For Benefits Not Provided Through Trusts That Meet Specified Criteria—Defined Benefit*.

Benefits Provided – Medical benefits are provided through a self-insured comprehensive medical plan and are made available to employees upon actual retirement. The employees are covered by a retirement system whose retirement eligibility (D.R.O.P. entry) provisions are as follows: 25 years of service at any age; or, age 60 and 10 years of service. There is the additional requirement for retiree medical benefits that the retiree have at least twenty years of service with the City of Natchitoches.

Employees covered by benefit terms – At May 31, 2021, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	16
Inactive employees entitled to but not yet receiving benefit payments	-
Active employees	<u>225</u>
	<u>241</u>

Total OPEB Liability

The City's total OPEB liability of \$6,397,971 was measured as of May 31, 2021 and was determined by an actuarial valuation as of that date.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

14. Postemployment Health Care and Life Insurance Benefits, (continued)

Actuarial Assumptions and other inputs – The total OPEB liability in the May 31, 2021 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	4.0%, including inflation
Discount rate	2.48% annually (Beginning of Year to Determine ADC)
	2.26%, annually (As of End of Year Measurement Date)
Healthcare cost trend rates	5.5% annually for ten years, 4.5% thereafter
Mortality	SOA RP-2000 Table

The discount rate was based on the Bond Buyers' 20 Year General Obligation municipal bond index as of May 31, 2021, the end of the applicable measurement period.

Mortality rates were based on the RP-2000 Combined Table.

The actuarial assumptions used in the May 31, 2021 valuation were based on the results of ongoing evaluations of the assumptions from October 1, 2009 to May 31, 2021.

Changes in the Total OPEB Liability

Balance at May 31, 2020	<u>\$6,433,455</u>
Changes for the year:	
Service cost	133,890
Interest	157,503
Differences between expected and actual experience	(44,746)
Changes in assumptions	(117,039)
Benefit payments and net transfers	<u>(165,092)</u>
Net changes	<u>\$ (35,484)</u>
Balance at May 31, 2021	<u>\$6,397,971</u>

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.26%) or 1-percentage-point higher (3.26%) than the current discount rate:

	1.0% Decrease (1.26%)	Current Discount Rate (2.26%)	1.0% Increase (3.26%)
Total OPEB liability	\$7,233,617	\$6,397,971	\$5,693,393

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

14. Postemployment Health Care and Life Insurance Benefits, (continued)

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (4.5%) or 1-percentage-point higher (6.5%) than the current healthcare trend rates:

	1.0% Decrease (4.5%)	Current Trend (5.5%)	1.0% Increase (6.5%)
Total OPEB liability	\$5,669,076	\$6,397,971	\$7,253,847

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended May 31, 2021, the City recognized OPEB expense of \$411,434. At May 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$239,194	\$(105,548)
Changes in assumptions	<u>730,251</u>	<u>(100,318)</u>
Total	<u>\$969,445</u>	<u>\$(205,866)</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Years ending <u>May 31:</u>	
2022	\$120,041
2023	120,041
2024	120,041
2025	120,041
2026	120,041
Thereafter	<u>163,374</u>
Total	<u>\$763,579</u>

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

15. Bonds

- 1) The City, for the year ended May 31, 2006, authorized the issuance of revenue bonds, not to exceed \$25,000,000, to provide financial assistance to Pilgrim's Pride, a private sector entity for the acquisition of land and construction of a feed mill. The bonds are secured by the property financed and commercial facilities built and are payable solely by the entity, Pilgrim's Pride Corporation. Upon repayment of the bonds, ownership of the property and facilities transfer to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. At May 31, 2008, the taxable revenue bonds, not to exceed \$25,000,000 had been issued and bear an interest rate of 4%. The full amount of the principal \$25,000,000 is due December 15, 2021. Therefore, the outstanding principal balance at May 31, 2021, is \$25,000,000.
- 2) The City, for the year ended May 31, 2016, authorized the issuance of revenue bonds, not to exceed \$2,000,000, to provide financial assistance to Industrial Development Board (IDB), a private sector entity for the acquisition, construction, and equipping of an approximately 87-room hotel facility and parking facilities to be located within the geographical boundaries of the City, and to pay the costs of issuance of the note. The bonds are secured by pledge of IDB annual payment, the Economic Development District tax, and excess revenues and are payable solely by IDB.

Upon repayment of the bonds, ownership of the property and facilities transfer to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds.

- 3) The City, for the year ended May 31, 2018, authorized the issuance of sales tax bonds, in the amount of \$12,500,000 to construct, acquire, and improve recreation facilities. The bonds are to be repaid with the existing one percent sales and use tax.
- 4) The City, for the year ended May 31, 2019, authorized the issuance of sales tax bonds, series 2019 in the amount of \$1,500,000 for the purposes of 1) 50% for constructing, acquiring, improving, operating and maintaining sewers and sewerage disposal works, and 2) 50% for constructing, acquiring and improving public streets, drainage, parks and recreation facilities and buildings.
- 5) As of March 1, 2021, the City authorized issuance of utilities revenue refunding bonds, series 2021 in the amount of \$3,615,000 to fund the redemption of the following bonds: a) series 2009A utilities revenue bond, b) series 2009B utilities revenue bond, and c) 2015 taxable utilities revenue bond.

16. COVID-19 and Federal Assistance

As a result of the spread of the COVID-19 coronavirus, economic uncertainties have arisen which may have and may continue to impact the City's ongoing operations. The extent and severity of the potential impact on future operations is unknown at this time. As of May 31, 2021, the City received \$2,217,594 in CARES Act funding which was mainly used to cover firefighter and police salaries and benefits to aid in alleviating these uncertainties.

City of Natchitoches, Louisiana
Notes to Financial Statements
May 31, 2021

16. COVID-19 and Federal Assistance, (continued)

In August 2020, the City suffered extensive damage due to Hurricane Laura, and again in the February 2021 winter storm. The City is in the process of satisfying federal funding requirements to help cover eligible expenses incurred as a result of these two events.

17. Subsequent Events

Management has evaluated events through November 30, 2021, the date which the financial statements were available for issue. There were no items to be reported as subsequent events.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

City of Natchitoches, Louisiana
Major Fund
General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended May 31, 2021

	<u>Budgeted Amounts</u>			<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>	<u>2021 Actual</u>	
Revenues:				
Taxes	\$ 5,092,782	\$ 5,092,782	\$ 5,977,658	\$ 884,876
Licenses & Permits	887,200	993,379	926,131	(67,248)
Intergovernmental	1,247,080	1,328,590	3,374,847	2,046,257
Charges for Services	132,785	96,355	87,509	(8,846)
Fines & Forfeits	90,500	62,500	41,657	(20,843)
Miscellaneous	231,299	508,009	453,070	(54,939)
Total Revenues	<u>\$ 7,681,646</u>	<u>\$ 8,081,615</u>	<u>\$ 10,860,872</u>	<u>\$ 2,779,257</u>
Expenditures:				
Current-				
General Government	\$ 4,225,114	\$ 4,175,514	\$ 3,701,848	\$ 473,666
Public Safety	9,638,108	9,442,863	9,236,009	206,854
Streets & Sanitation	1,465,762	1,453,262	1,929,076	(475,814)
Economic Development	837,701	832,701	290,886	541,815
Health & Welfare	268,515	268,515	606,869	(338,354)
Recreation & Culture	834,030	748,158	252,987	495,171
Debt Service	-	-	261,000	(261,000)
Total Expenditures	<u>\$ 17,269,230</u>	<u>\$ 16,921,013</u>	<u>\$ 16,278,675</u>	<u>\$ 642,338</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (9,587,584)</u>	<u>\$ (8,839,398)</u>	<u>\$ (5,417,803)</u>	<u>\$ 3,421,595</u>
Other Financing Sources (Uses):				
Operating Transfers In	\$ 9,591,500	\$ 9,590,120	\$ 7,214,448	\$ (2,375,672)
Operating Transfers Out	(434,300)	(735,985)	(904,736)	(168,751)
Sale of Assets	5,000	5,000	11,410	6,410
Total Other Financing	<u>\$ 9,162,200</u>	<u>\$ 8,859,135</u>	<u>\$ 6,321,122</u>	<u>\$ (2,538,013)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (425,384)</u>	<u>\$ 19,737</u>	<u>\$ 903,319</u>	<u>\$ 883,582</u>
Fund Balance - Beginning of Year	<u>3,377,153</u>	<u>3,377,153</u>	<u>3,377,153</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 2,951,769</u>	<u>\$ 3,396,890</u>	<u>\$ 4,280,472</u>	<u>\$ 883,582</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Major Fund
Sales Tax Rededication
Statement of Revenues, Expenditures and Changes in Fund Balance-
Budget (GAAP Basis) and Actual
Year Ended May 31, 2021

	<u>Budgeted Amounts</u>		<u>Variance-</u>
	<u>Original/Final</u>	<u>2021 Actual</u>	<u>Favorable</u> <u>(Unfavorable)</u>
Revenues:			
Taxes	\$ 2,155,450	\$ 2,314,997	\$ 159,547
Expenditures:			
Current-			
Economic Development	\$ 27,350	\$ 199,123	\$ (171,773)
Excess (Deficiency) of Revenues over Expenditures	\$ 2,128,100	\$ 2,115,874	\$ 331,320
Other Financing Sources (Uses):			
Operating Transfers Out	\$ (2,113,033)	\$ (1,881,634)	\$ 231,399
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	\$ 15,067	\$ 234,240	\$ 562,719
Fund Balance - Beginning of Year	2,363,622	2,363,622	-
Fund Balance - End of Year	\$ 2,378,689	\$ 2,597,862	\$ 562,719

City of Natchitoches, Louisiana
Schedule of Employer Contributions
For the Year Ended May 31, 2021

<u>Fiscal</u> <u>Year*</u>	<u>Contractually</u> <u>Required</u> <u>Contributions</u>	<u>Contributions</u> <u>in Relation to</u> <u>Contractually</u> <u>Required</u> <u>Contributions</u>	<u>Contriubtion</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Employer's</u> <u>Covered</u> <u>Payroll</u>	<u>Contributions as a</u> <u>Percentage of</u> <u>Covered Employee</u> <u>Payroll</u>
<i>Municipal Employees' Retirement System</i>					
2015	\$ 952,580	\$ 952,580	\$ -	\$ 5,203,681	18.3%
2016	\$ 1,050,139	\$ 1,050,139	\$ -	\$ 5,320,472	19.7%
2017	\$ 1,114,803	\$ 1,114,803	\$ -	\$ 5,000,995	22.3%
2018	\$ 1,277,497	\$ 1,277,497	\$ -	\$ 5,183,740	24.6%
2019	\$ 1,361,044	\$ 1,361,044	\$ -	\$ 5,258,704	25.9%
2020	\$ 1,464,641	\$ 1,464,640	\$ -	\$ 5,307,733	27.6%
2021	\$ 1,563,429	\$ 1,563,429	\$ -	\$ 5,325,043	29.4%
<i>Municipal Police Employees' Retirement System</i>					
2015	\$ 616,246	\$ 616,246	\$ -	\$ 2,128,064	29.0%
2016	\$ 688,039	\$ 688,039	\$ -	\$ 2,288,592	30.1%
2017	\$ 760,372	\$ 760,372	\$ -	\$ 2,403,928	31.6%
2018	\$ 776,220	\$ 776,220	\$ -	\$ 2,511,282	30.9%
2019	\$ 848,524	\$ 848,524	\$ -	\$ 2,639,447	32.1%
2020	\$ 839,539	\$ 839,539	\$ -	\$ 2,584,691	32.5%
2021	\$ 856,512	\$ 856,512	\$ -	\$ 2,545,110	33.7%
<i>Firefighters' Retirement System</i>					
2015	\$ 537,080	\$ 537,080	\$ -	\$ 1,984,426	27.1%
2016	\$ 540,653	\$ 540,653	\$ -	\$ 1,972,602	27.4%
2017	\$ 506,380	\$ 506,380	\$ -	\$ 1,995,627	25.4%
2018	\$ 550,900	\$ 550,900	\$ -	\$ 2,084,942	26.4%
2019	\$ 580,563	\$ 580,563	\$ -	\$ 2,190,804	26.5%
2020	\$ 603,670	\$ 603,670	\$ -	\$ 2,182,891	27.7%
2021	\$ 702,698	\$ 702,698	\$ -	\$ 2,202,902	31.9%
<i>LA State Employees' Retirement System</i>					
2015	\$ 4,157	\$ 4,157	\$ -	\$ 12,000	34.6%
2016	\$ 4,594	\$ 4,594	\$ -	\$ 12,000	38.3%
2017	\$ 4,813	\$ 4,813	\$ -	\$ 12,000	40.1%
2018	\$ 4,770	\$ 4,770	\$ -	\$ 12,000	39.8%
2019	\$ 4,812	\$ 4,812	\$ -	\$ 12,000	40.1%
2020	\$ 5,065	\$ 5,065	\$ -	\$ 12,000	42.2%
2021	\$ 5,098	\$ 5,098	\$ -	\$ 12,000	42.5%

The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

City of Natchitoches, Louisiana
Schedule of Employer's Share of Net Pension Liability
For the Year Ended May 31, 2021

<u>Fiscal Year*</u>	<u>Employer's Proportion of the Net Pension Liability (Asset)</u>	<u>Employer's Proportion of the Net Pension Liability (Asset)</u>	<u>Employer's Covered Employee Payroll</u>	<u>Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll</u>	<u>Plan Fiduciary Net Pension as a Percentage of the Total Pension Liability</u>
<i>Municipal Employees' Retirement System</i>					
2015	3.09799%	\$ 7,950,809	\$ 5,203,681	162%	76.0%
2016	3.06552%	\$ 10,950,507	\$ 5,320,472	205%	99.0%
2017	2.96389%	\$ 12,148,126	\$ 5,000,995	243%	68.0%
2018	2.73870%	\$ 11,457,141	\$ 5,183,740	221%	62.5%
2019	3.03785%	\$ 12,578,749	\$ 5,258,704	239%	63.9%
2020	2.84720%	\$ 11,897,468	\$ 5,303,733	224%	64.7%
2021	2.77876%	\$ 12,013,711	\$ 5,325,043	226%	64.5%
<i>Municipal Police Employees' Retirement System</i>					
2015	0.82564%	\$ 5,165,265	\$ 2,128,064	243%	76.0%
2016	0.80252%	\$ 6,286,906	\$ 2,288,592	275%	99.0%
2017	0.82607%	\$ 7,742,566	\$ 2,403,928	322%	68.0%
2018	0.81145%	\$ 7,084,284	\$ 2,511,282	282%	70.1%
2019	0.85024%	\$ 7,187,956	\$ 2,639,447	272%	71.9%
2020	0.85409%	\$ 7,756,577	\$ 2,584,691	300%	71.0%
2021	0.84285%	\$ 7,789,871	\$ 2,545,110	306%	70.9%
<i>Firefighters' Retirement System</i>					
2015	0.94139%	\$ 4,189,091	\$ 1,984,426	211%	76.0%
2016	0.93739%	\$ 5,059,199	\$ 1,972,602	256%	99.0%
2017	0.87280%	\$ 5,708,921	\$ 1,995,627	286%	68.0%
2018	0.85679%	\$ 4,910,985	\$ 2,084,942	236%	74.0%
2019	0.87932%	\$ 5,057,929	\$ 2,190,804	231%	74.8%
2020	0.90199%	\$ 5,648,168	\$ 2,182,891	259%	74.0%
2021	0.88276%	\$ 6,118,929	\$ 2,202,902	278%	72.6%
<i>LA State Employees' Retirement System</i>					
2015	0.00067%	\$ 41,707	\$ 12,000	348%	65.0%
2016	0.00065%	\$ 44,074	\$ 12,000	367%	62.7%
2017	0.00068%	\$ 53,162	\$ 12,000	443%	57.7%
2018	0.00068%	\$ 47,934	\$ 12,000	399%	62.5%
2019	0.00066%	\$ 44,739	\$ 12,000	373%	64.3%
2020	0.00063%	\$ 45,498	\$ 12,000	379%	62.9%
2021	0.00061%	\$ 50,120	\$ 12,000	418%	72.4%

The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

City of Natchitoches, Louisiana
Schedule of Changes in Net OPEB Liability and Related Ratios
For the Year Ended May 31, 2021

	2019	2020	2021
Total OPEB Liability			
Service Cost	\$ 117,694	\$ 126,907	\$ 133,890
Interest	189,383	182,144	157,503
Changes in Benefit Terms	-	-	-
Differences between expected and actual experience	(83,992)	318,928	(44,746)
Changes of Assumptions	192,335	768,511	(117,039)
Benefit Payments	<u>(150,761)</u>	<u>(159,053)</u>	<u>(165,092)</u>
Net Change in Total OPEB Liability	\$ 264,659	\$ 1,237,437	\$ (35,484)
Total OPEB Liability - Beginning	<u>4,931,358</u>	<u>5,196,017</u>	<u>6,433,455</u>
Total OPEB Liability - Ending	<u>\$ 5,196,017</u>	<u>\$ 6,433,454</u>	<u>\$ 6,397,971</u>
Covered-employee Payroll	<u>\$ 9,086,471</u>	<u>\$ 9,449,930</u>	<u>\$ 9,664,081</u>
Net OPEB Liability as a percentage of covered employee payroll	57.18%	68.08%	66.20%
Notes to Schedule:			
Benefit Changes:	None	None	None
Changes in Assumptions:			
Discount Rate:	3.56%	2.48%	2.26%
Mortality:	RP-2000	RP-2000	RP-2000
Trend:	4%	4%	Variable

City of Natchitoches, Louisiana
Schedule of Compensation, Benefits and Other Payments to
Agency Head or Chief Executive Officer
For the Year Ended May 31, 2021

Agency Head Name: Ronnie Williams, Mayor

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 68,901
Benefits-Insurance	3,835
Benefits-Retirement	20,326
Cell phone	1,248
Dues	3,932
Reimbursements	139
Special Meals	80
Total	<u>\$ 98,461</u>

City of Natchitoches
Justice System Funding Schedule - Collecting/Disbursing Entity
As Required by Act 87 of the 2020 Regular Legislative Session
May 31, 2021

Identifying Information		
LLA Entity ID # (This is the ID number assigned to the entity by the Legislative Auditor for identification purposes and will be filled out by your auditor.)	2189	
	First Six Month Period Ended 11/30/20	Second Six Month Period Ended 5/31/21
Cash Basis Presentation		
Beginning Balance of Amounts Collected (i.e. cash on hand)	\$ 13,850	\$ 33,163
Add: Collections (Please enter zeros if no activity within a certain collection type)		
Civil Fees (including refundable amounts such as garnishments or advance deposits)	-	-
Bond Fees	117,856	218,877
Asset Forfeiture/Sale	-	-
Pre-Trial Diversion Program Fees	-	-
Criminal Court Costs/Fees	-	-
Criminal Fines - Contempt	-	-
Criminal Fines - Other	-	-
Restitution	-	-
Probation/Parole/Supervision Fees	-	-
Service/Collection Fees (e.g. credit card fees, report fees, 3rd party service fees)	-	-
Interest Earnings on Collected Balances	-	-
Other (do not include collections that fit into more specific categories above)	-	-
Subtotal Collections	117,856	218,877
Less: Disbursements To Governments & Nonprofits: (Must include one agency name and one		
<i>Natchitoches City Marshal - Bond Fees</i>	98,543	167,790
Less: Amounts Retained by Collecting Agency		
Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection (enter zero if no activity to report here)	-	-
Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount (enter zero if no activity to report here)	-	-
Amounts "Self-Disbursed" to Collecting Agency (must include a separate line for each collection type, as applicable) - Example: Criminal Fines - Other (To be reported as a separate line per collection type under this heading, multiple rows may be needed)	-	-
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies (Please enter zeros if		
Civil Fee Refunds	-	-
Bond Fee Refunds	-	-
Restitution Payments to Individuals (additional detail is not required)	-	-
Other Disbursements to Individuals (additional detail is not required)	-	-
Payments to 3rd Party Collection/Processing Agencies	-	-
Subtotal Disbursements/Retainage	98,543	167,790
Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on hand)	33,163	84,250
Ending Balance of "Partial Payments" Collected but not Disbursed (only applies if collecting agency does not disburse partial payments until fully collected) - This balance is included in the Ending Balance of Amounts Collected but not Disbursed/Retained above.	-	-
Other Information:		
Ending Balance of Total Amounts Assessed but not yet Collected (i.e. receivable balance)	-	-
Total Waivers During the Fiscal Period (i.e. non-cash reduction of receivable balances, such as time served or community service)	-	-

City of Natchitoches
Justice System Funding Schedule - Receiving Entity
As Required by Act 87 of the 2020 Regular Legislative Session
May 31, 2021

Identifying Information

LLA Entity ID # (This is the ID number assigned to the entity by the Legislative Auditor for identification purposes and will be filled out by your auditor.)

2189

If legally separate court funds are required to be reported, a separate receiving schedule should be prepared for each fund. Examples

Cash Basis Presentation

First Six Month Period Ended 11/30/20	Second Six Month Period Ended 5/31/21
---	---

Receipts From: (Must include one agency name and one collection type - see below - on each line)

Natchitoches City Court - Civil Fees

21,010

17,354

Subtotal Receipts

21,010

17,354

Ending Balance of Amounts Assessed but Not Received (only applies to those agencies that assess on behalf of themselves, such as courts)

-

-

Collection Types to be used in the "Receipts From:" section above

Civil Fees
Bond Fees
Asset Forfeiture/Sale
Pre-Trial Diversion Program Fees
Criminal Court Costs/Fees
Criminal Fines - Contempt
Criminal Fines - Other
Restitution
Probation/Parole/Supervision Fees
Service/Collection Fees (e.g. credit card fees, report fees, 3rd party service fees)
Interest Earnings on Collected Balances
Other (do not include collections that fit into more specific categories above)

OTHER SUPPLEMENTARY SCHEDULES

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>Event Center</u>			<u>Employee</u>
	<u>Operations</u>	<u>Hazard Tax</u>	<u>Airport</u>	<u>Benefits</u>
Assets				
Cash & Cash Equivalents	\$ -	\$ 639,016	\$ 76,652	\$ 439,108
Revenue Receivables	-	14,801	-	618
Due from Other Fund	-	-	-	-
Prepaid Expenses	80	-	45	-
Total Assets	<u>\$ 80</u>	<u>\$ 653,817</u>	<u>\$ 76,697</u>	<u>\$ 439,726</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ 210,126	\$ -	\$ -	\$ 103,289
Accounts Payable	6,396	1,721	4,572	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	555	-	440	-
Total Liabilities	<u>\$ 217,077</u>	<u>\$ 1,721</u>	<u>\$ 5,012</u>	<u>\$ 103,289</u>
Fund Balances				
Nonspendable	\$ 80	\$ -	\$ 45	\$ -
Restricted	-	652,096	-	-
Committed	-	-	71,640	336,437
Unassigned	(217,077)	-	-	-
Total Fund Balances	<u>\$ (216,997)</u>	<u>\$ 652,096</u>	<u>\$ 71,685</u>	<u>\$ 336,437</u>
Total Liabilities & Fund Balances	<u>\$ 80</u>	<u>\$ 653,817</u>	<u>\$ 76,697</u>	<u>\$ 439,726</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>Workman's</u>		<u>Multi-Drug Task</u>	
	<u>Compensation</u>	<u>Drug Recovery</u>	<u>Force</u>	<u>Prisoner Bond</u>
Assets				
Cash & Cash Equivalents	\$ 252,811	\$ 64,616	\$ 33,853	\$ 45,729
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	4,020
Total Assets	<u>\$ 252,811</u>	<u>\$ 64,616</u>	<u>\$ 33,853</u>	<u>\$ 49,749</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ 1,153	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	119
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	31	-
Total Liabilities	<u>\$ 1,153</u>	<u>\$ -</u>	<u>\$ 31</u>	<u>\$ 119</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ 4,020
Restricted	-	-	33,822	45,610
Committed	251,658	64,616	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>\$ 251,658</u>	<u>\$ 64,616</u>	<u>\$ 33,822</u>	<u>\$ 49,630</u>
Total Liabilities & Fund Balances	<u>\$ 252,811</u>	<u>\$ 64,616</u>	<u>\$ 33,853</u>	<u>\$ 49,749</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>911 Grant Fire</u>	<u>Animal Shelter</u>	<u>Liability Insurance</u>	<u>Main Street Promotions</u>
Assets				
Cash & Cash Equivalents	\$ 101,714	\$ 67,453	\$ 68,774	\$ 101,643
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ 101,714</u>	<u>\$ 67,453</u>	<u>\$ 68,774</u>	<u>\$ 101,643</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	101,714	67,453	68,774	101,643
Unassigned	-	-	-	-
Total Fund Balances	<u>\$ 101,714</u>	<u>\$ 67,453</u>	<u>\$ 68,774</u>	<u>\$ 101,643</u>
Total Liabilities & Fund Balances	<u>\$ 101,714</u>	<u>\$ 67,453</u>	<u>\$ 68,774</u>	<u>\$ 101,643</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	Special Revenue Funds			
	<u>Cane River Green Market</u>	<u>LLEBG Grant</u>	<u>911-Police Grant</u>	<u>NW Law Enforcement Grant</u>
Assets				
Cash & Cash Equivalents	\$ 22,339	\$ -	\$ 31,775	\$ 5,597
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	44	-	-	-
Total Assets	<u>\$ 22,383</u>	<u>\$ -</u>	<u>\$ 31,775</u>	<u>\$ 5,597</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	317	-	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	107	-	-	-
Total Liabilities	<u>\$ 424</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ 44	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	21,915	-	31,775	5,597
Unassigned	-	-	-	-
Total Fund Balances	<u>\$ 21,959</u>	<u>\$ -</u>	<u>\$ 31,775</u>	<u>\$ 5,597</u>
Total Liabilities & Fund Balances	<u>\$ 22,383</u>	<u>\$ -</u>	<u>\$ 31,775</u>	<u>\$ 5,597</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	Special Revenue Funds			
	<u>Knock Knock</u>	<u>Economic</u>	<u>State Office of</u>	
	<u>Grant</u>	<u>Development</u>	<u>Cultural</u>	
		<u>District</u>	<u>Development</u>	<u>Garbage Service</u>
Assets				
Cash & Cash Equivalents	\$ -	\$ 326	\$ -	\$ 388,865
Revenue Receivables		159,776		383,494
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 160,102</u>	<u>\$ -</u>	<u>\$ 772,359</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ 12,014	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	161,342
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	15	-	-	-
Total Liabilities	<u>\$ 12,029</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 161,342</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	160,102	-	611,017
Unassigned	(12,029)	-	-	-
Total Fund Balances	<u>\$ (12,029)</u>	<u>\$ 160,102</u>	<u>\$ -</u>	<u>\$ 611,017</u>
Total Liabilities & Fund Balances	<u>\$ -</u>	<u>\$ 160,102</u>	<u>\$ -</u>	<u>\$ 772,359</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>Sales Tax Police</u>	<u>Miss Merry Christmas</u>	<u>Keep Louisiana Beautiful</u>	<u>SWAT</u>
Assets				
Cash & Cash Equivalents	\$ 813,349	\$ 10,627	\$ 500	\$ -
Revenue Receivables	190,167	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	12,162	-	-	-
Total Assets	<u>\$ 1,015,678</u>	<u>\$ 10,627</u>	<u>\$ 500</u>	<u>\$ -</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	21,326	-	-	-
Accrued Expense	66,788	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ 88,114</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ 12,162	\$ -	\$ -	\$ -
Restricted	915,402	-	-	-
Committed	-	10,627	500	-
Unassigned	-	-	-	-
Total Fund Balances	<u>\$ 927,564</u>	<u>\$ 10,627</u>	<u>\$ 500</u>	<u>\$ -</u>
Total Liabilities & Fund Balances	<u>\$ 1,015,678</u>	<u>\$ 10,627</u>	<u>\$ 500</u>	<u>\$ -</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>LAC/ Traffic Enforcement</u>	<u>Community Program</u>	<u>BJA Byrne Jag - Police & NPSO</u>	<u>BJA Byrne Jag - Tech Upgrade</u>
Assets				
Cash & Cash Equivalents	\$ 1,743	\$ 27,833	\$ -	\$ -
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ 1,743</u>	<u>\$ 27,833</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ 18,500	\$ -
Accounts Payable	-	40	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 40</u>	<u>\$ 18,500</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	1,743	27,793	-	-
Unassigned	-	-	(18,500)	-
Total Fund Balances	<u>\$ 1,743</u>	<u>\$ 27,793</u>	<u>\$ (18,500)</u>	<u>\$ -</u>
Total Liabilities & Fund Balances	<u>\$ 1,743</u>	<u>\$ 27,833</u>	<u>\$ -</u>	<u>\$ -</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>NHDDC Projects</u>	<u>2015 Revenue Note Reserve</u>	<u>Domestic Violence</u>	<u>Rapides Foundation</u>
Assets				
Cash & Cash Equivalents	\$ 4,258	\$ 92,500	\$ -	\$ -
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ 4,258</u>	<u>\$ 92,500</u>	<u>\$ -</u>	<u>\$ -</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ 80,780	\$ -	\$ -
Accounts Payable	-	-	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 80,780</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	4,258	11,720	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>\$ 4,258</u>	<u>\$ 11,720</u>	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities & Fund Balances	<u>\$ 4,258</u>	<u>\$ 92,500</u>	<u>\$ -</u>	<u>\$ -</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>Equitable</u>	<u>Historic</u>	<u>Sports Complex</u>	<u>Sports Complex</u>
	<u>Sharing Program</u>	<u>Preservation</u>	<u>Construction</u>	<u>Sponsorship</u>
Assets				
Cash & Cash Equivalents	\$ 22,783	\$ -	\$ -	\$ 357,442
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	5,744	-
Total Assets	<u>\$ 22,783</u>	<u>\$ -</u>	<u>\$ 5,744</u>	<u>\$ 357,442</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ 53,506	\$ -
Accounts Payable	-	-	4,562	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	86	-
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,154</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ 5,744	\$ -
Restricted	-	-	-	-
Committed	22,783	-	-	357,442
Unassigned	-	-	(58,154)	-
Total Fund Balances	<u>\$ 22,783</u>	<u>\$ -</u>	<u>\$ (52,410)</u>	<u>\$ 357,442</u>
Total Liabilities & Fund Balances	<u>\$ 22,783</u>	<u>\$ -</u>	<u>\$ 5,744</u>	<u>\$ 357,442</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>Sales Tax - District A</u>	<u>Sales Tax - District C</u>	<u>Sales Tax - District D</u>	<u>Economic Development District - TIF A</u>
Assets				
Cash & Cash Equivalents	\$ 14,562	\$ 122,382	\$ 14,072	\$ 917
Revenue Receivables	5,060	30,646	3,329	4,808
Due from Other Fund	1,227	-	-	3,189
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ 20,849</u>	<u>\$ 153,028</u>	<u>\$ 17,401</u>	<u>\$ 8,914</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	11,962	94,411	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	19,929	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ 11,962</u>	<u>\$ 114,340</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	8,887	38,688	17,401	8,914
Unassigned	-	-	-	-
Total Fund Balances	<u>\$ 8,887</u>	<u>\$ 38,688</u>	<u>\$ 17,401</u>	<u>\$ 8,914</u>
Total Liabilities & Fund Balances	<u>\$ 20,849</u>	<u>\$ 153,028</u>	<u>\$ 17,401</u>	<u>\$ 8,914</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>Economic</u>	<u>Rapides</u>	<u>CSEF - Federal</u>	
	<u>Development</u>	<u>Foundation</u>	<u>Funds</u>	<u>Hobby Lobby</u>
	<u>District - TIF C</u>	<u>2021</u>		
Assets				
Cash & Cash Equivalents	\$ 269,290	\$ 618	\$ 13,642	\$ 1,500
Revenue Receivables	23,497	-	-	-
Due from Other Fund	32,073	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ 324,860</u>	<u>\$ 618</u>	<u>\$ 13,642</u>	<u>\$ 1,500</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ -	\$ -
Accounts Payable	-	1,104	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	46	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 1,150</u>	<u>\$ -</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	13,642	-
Committed	324,860	-	-	1,500
Unassigned	-	(532)	-	-
Total Fund Balances	<u>\$ 324,860</u>	<u>\$ (532)</u>	<u>\$ 13,642</u>	<u>\$ 1,500</u>
Total Liabilities & Fund Balances	<u>\$ 324,860</u>	<u>\$ 618</u>	<u>\$ 13,642</u>	<u>\$ 1,500</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Capital Projects Funds</u>			
	<u>Capital</u> <u>Improvements</u>	<u>DOTD Gateway</u> <u>Phase II</u>	<u>Water</u> <u>Treatment Plant</u>	<u>Pilgrim's</u> <u>Industrial Park</u>
Assets				
Cash & Cash Equivalents	\$ 965,965	\$ -	\$ 1,417,416	\$ -
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	117,179	-
Total Assets	<u>\$ 965,965</u>	<u>\$ -</u>	<u>\$ 1,534,595</u>	<u>\$ -</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ -	\$ -	\$ 24,034
Accounts Payable	6,075	-	-	-
Accrued Expense	-	-	50,542	50,000
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ 6,075</u>	<u>\$ -</u>	<u>\$ 50,542</u>	<u>\$ 74,034</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ 117,179	\$ -
Restricted	-	-	-	-
Committed	959,890	-	1,366,874	-
Unassigned	-	-	-	(74,034)
Total Fund Balances	<u>\$ 959,890</u>	<u>\$ -</u>	<u>\$ 1,484,053</u>	<u>\$ (74,034)</u>
Total Liabilities & Fund Balances	<u>\$ 965,965</u>	<u>\$ -</u>	<u>\$ 1,534,595</u>	<u>\$ -</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Capital Projects Funds</u>			
	<u>Airport Hangar</u>	<u>Airport Maintenance</u>	<u>Parking Lot</u>	<u>LCDBG Sibley Lake</u>
Assets				
Cash & Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Revenue Receivables	-	-	43,659	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,659</u>	<u>\$ -</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ 90,358	\$ 239,575	\$ 23,422	\$ 16,458
Accounts Payable	-	-	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ 90,358</u>	<u>\$ 239,575</u>	<u>\$ 23,422</u>	<u>\$ 16,458</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	20,237	-
Unassigned	(90,358)	(239,575)	-	(16,458)
Total Fund Balances	<u>\$ (90,358)</u>	<u>\$ (239,575)</u>	<u>\$ 20,237</u>	<u>\$ (16,458)</u>
Total Liabilities & Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,659</u>	<u>\$ -</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

<u>Capital Projects Funds</u>				
	<u>Community</u>			
	<u>Water</u>	<u>Texas & PAC</u>		<u>Chateau St.</u>
	<u>Enrichment</u>	<u>Railway Depot</u>	<u>Chaplain's Lake</u>	<u>Denis Fund</u>
Assets				
Cash & Cash Equivalents	\$ -	\$ -	\$ -	\$ 10,142
Revenue Receivables	-	-	-	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	12,275	-
Total Assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,275</u>	<u>\$ 10,142</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ 20,236	\$ -	\$ -	\$ -
Accounts Payable	-	-	-	-
Accrued Expense	-	-	22,172	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ 20,236</u>	<u>\$ -</u>	<u>\$ 22,172</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ 12,275	\$ -
Restricted	-	-	-	-
Committed	-	-	-	10,142
Unassigned	(20,236)	-	(22,172)	-
Total Fund Balances	<u>\$ (20,236)</u>	<u>\$ -</u>	<u>\$ (9,897)</u>	<u>\$ 10,142</u>
Total Liabilities & Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,275</u>	<u>\$ 10,142</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	Capital Projects Funds			Debt Service Funds
	<u>LWCF- PARC</u>	<u>Rue Beauport</u>	<u>Eagle Building</u>	
	<u>Natchitoches</u>	<u>Project</u>	<u>Project</u>	<u>Sales Tax</u>
Assets				
Cash & Cash Equivalents	\$ 97,247	\$ -	\$ -	\$ 189,307
Revenue Receivables	-	-	83	-
Due from Other Fund	-	-	-	-
Prepaid Expenses	-	-	-	-
Total Assets	<u>\$ 97,247</u>	<u>\$ -</u>	<u>\$ 83</u>	<u>\$ 189,307</u>
Liabilities & Fund Balances				
Cash Overdraft	\$ -	\$ 213,251	\$ 728,764	\$ -
Accounts Payable	-	-	-	-
Accrued Expense	-	-	-	-
Due to Other Funds	-	-	-	-
Accrued Payroll	-	-	-	-
Total Liabilities	<u>\$ -</u>	<u>\$ 213,251</u>	<u>\$ 728,764</u>	<u>\$ -</u>
Fund Balances				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	97,247	-	-	189,307
Unassigned	-	(213,251)	(728,681)	-
Total Fund Balances	<u>\$ 97,247</u>	<u>\$ (213,251)</u>	<u>\$ (728,681)</u>	<u>\$ 189,307</u>
Total Liabilities & Fund Balances	<u>\$ 97,247</u>	<u>\$ -</u>	<u>\$ 83</u>	<u>\$ 189,307</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Balance Sheet
May 31, 2021

	<u>Debt Service Funds</u>		
	<u>General</u>		
	<u>Obligations</u>	<u>Sinking Fund</u>	<u>Total</u>
Assets			
Cash & Cash Equivalents	\$ 1,266,892	\$ 297,170	\$ 8,352,428
Revenue Receivables	-	-	859,938
Due from Other Fund	-	-	36,489
Prepaid Expenses	-	-	151,549
Total Assets	<u>\$ 1,266,892</u>	<u>\$ 297,170</u>	<u>\$ 9,400,404</u>
Liabilities & Fund Balances			
Cash Overdraft	\$ -	\$ -	\$ 1,835,466
Accounts Payable	-	-	313,947
Accrued Expense	-	-	189,502
Due to Other Funds	-	-	19,929
Accrued Payroll	-	-	1,280
Total Liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,360,124</u>
Fund Balances			
Nonspendable	\$ -	\$ -	\$ 151,549
Restricted	-	-	1,660,572
Committed	1,266,892	297,170	6,939,216
Unassigned	-	-	(1,711,057)
Total Fund Balances	<u>\$ 1,266,892</u>	<u>\$ 297,170</u>	<u>\$ 7,040,280</u>
Total Liabilities & Fund Balances			
	<u>\$ 1,266,892</u>	<u>\$ 297,170</u>	<u>\$ 9,400,404</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Event Center</u>			<u>Employee</u>
	<u>Operations</u>	<u>Hazard Tax</u>	<u>Airport</u>	<u>Benefits</u>
Revenues:				
Taxes	\$ -	\$ 1,374,298	\$ -	\$ -
Intergovernmental	-	-	7,860	-
Charges for Services	106,337	-	327,006	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	111,897	502
Total Revenues	<u>\$ 106,337</u>	<u>\$ 1,374,298</u>	<u>\$ 446,763</u>	<u>\$ 502</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ 502,824
Public Safety	-	33,485	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	505,952	-	646,410	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	144,877	-	-
Total Expenditures	<u>\$ 505,952</u>	<u>\$ 178,362</u>	<u>\$ 646,410</u>	<u>\$ 502,824</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (399,615)</u>	<u>\$ 1,195,936</u>	<u>\$ (199,647)</u>	<u>\$ (502,322)</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	127,480	-	-	-
Transfer In	225,101	-	47,083	896,666
Transfer Out	-	(1,014,000)	-	-
Total Other Financing	<u>\$ 352,581</u>	<u>\$ (1,014,000)</u>	<u>\$ 47,083</u>	<u>\$ 896,666</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (47,034)</u>	<u>\$ 181,936</u>	<u>\$ (152,564)</u>	<u>\$ 394,344</u>
Fund Balances - Beginning of Year	<u>(169,963)</u>	<u>470,160</u>	<u>224,249</u>	<u>(57,907)</u>
Fund Balances - End of Year	<u>\$ (216,997)</u>	<u>\$ 652,096</u>	<u>\$ 71,685</u>	<u>\$ 336,437</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Workman's Compensation</u>	<u>Drug Recovery</u>	<u>Multi-Drug Task Force</u>	<u>Prisoner Bond</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	35,727	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	22,050
Miscellaneous	26,589	20,961	-	1,395
Total Revenues	<u>\$ 26,589</u>	<u>\$ 20,961</u>	<u>\$ 35,727</u>	<u>\$ 23,445</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	16,660	22,940	15,796
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ 16,660</u>	<u>\$ 22,940</u>	<u>\$ 15,796</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 26,589</u>	<u>\$ 4,301</u>	<u>\$ 12,787</u>	<u>\$ 7,649</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	-	-
Transfer Out	(118,270)	-	-	-
Total Other Financing	<u>\$ (118,270)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (91,681)</u>	<u>\$ 4,301</u>	<u>\$ 12,787</u>	<u>\$ 7,649</u>
Fund Balances - Beginning of Year	<u>343,339</u>	<u>60,315</u>	<u>21,035</u>	<u>41,981</u>
Fund Balances - End of Year	<u>\$ 251,658</u>	<u>\$ 64,616</u>	<u>\$ 33,822</u>	<u>\$ 49,630</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	<u>Special Revenue Funds</u>			
	<u>911 Grant Fire</u>	<u>Animal Shelter</u>	<u>Liability Insurance</u>	<u>Main Street Promotions</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	-	19,162	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	1,378	900	104,983	11,795
Total Revenues	<u>\$ 1,378</u>	<u>\$ 20,062</u>	<u>\$ 104,983</u>	<u>\$ 11,795</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ 1,042,783	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	-	-	4,154
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,042,783</u>	<u>\$ 4,154</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 1,378</u>	<u>\$ 20,062</u>	<u>\$ (937,800)</u>	<u>\$ 7,641</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	849,000	-
Transfer Out	-	-	-	-
Total Other Financing	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 849,000</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 1,378</u>	<u>\$ 20,062</u>	<u>\$ (88,800)</u>	<u>\$ 7,641</u>
Fund Balances - Beginning of Year	<u>100,336</u>	<u>47,391</u>	<u>157,574</u>	<u>94,002</u>
Fund Balances - End of Year	<u>\$ 101,714</u>	<u>\$ 67,453</u>	<u>\$ 68,774</u>	<u>\$ 101,643</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Cane River Green Market</u>	<u>LLEBG Grant</u>	<u>911-Police Grant</u>	<u>NW Law Enforcement Grant</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	15,000	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	16,070	-	-	7,280
Total Revenues	<u>\$ 31,070</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,280</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	21,694	7,733
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	67,817	-	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ 67,817</u>	<u>\$ -</u>	<u>\$ 21,694</u>	<u>\$ 7,733</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (36,747)</u>	<u>\$ -</u>	<u>\$ (21,694)</u>	<u>\$ (453)</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	26,900	-	-	-
Transfer Out	-	(14,136)	-	-
Total Other Financing	<u>\$ 26,900</u>	<u>\$ (14,136)</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (9,847)</u>	<u>\$ (14,136)</u>	<u>\$ (21,694)</u>	<u>\$ (453)</u>
Fund Balances - Beginning of Year	<u>31,806</u>	<u>14,136</u>	<u>53,469</u>	<u>6,050</u>
Fund Balances - End of Year	<u>\$ 21,959</u>	<u>\$ -</u>	<u>\$ 31,775</u>	<u>\$ 5,597</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Knock Knock</u>	<u>Economic</u>	<u>State Office of</u>	
	<u>Grant</u>	<u>Development</u>	<u>Cultural</u>	
		<u>District</u>	<u>Development</u>	<u>Garbage Service</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	2,058,369
Fines & Forfeits	-	-	-	-
Miscellaneous	-	142,300	-	-
Total Revenues	<u>\$ -</u>	<u>\$ 142,300</u>	<u>\$ -</u>	<u>\$ 2,058,369</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	6,747	-	-	-
Streets & Sanitation	-	-	-	1,937,857
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ 6,747</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,937,857</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (6,747)</u>	<u>\$ 142,300</u>	<u>\$ -</u>	<u>\$ 120,512</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	-	-
Transfer Out	-	(146,500)	(8,398)	-
Total Other Financing	<u>\$ -</u>	<u>\$ (146,500)</u>	<u>\$ (8,398)</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (6,747)</u>	<u>\$ (4,200)</u>	<u>\$ (8,398)</u>	<u>\$ 120,512</u>
Fund Balances - Beginning of Year	<u>(5,282)</u>	<u>164,302</u>	<u>8,398</u>	<u>490,505</u>
Fund Balances - End of Year	<u>\$ (12,029)</u>	<u>\$ 160,102</u>	<u>\$ -</u>	<u>\$ 611,017</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Sales Tax</u>	<u>Miss Merry</u>	<u>Keep Louisiana</u>	
	<u>Police</u>	<u>Christmas</u>	<u>Beautiful</u>	<u>SWAT</u>
Revenues:				
Taxes	\$ 2,314,997	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	41,717	900	-	-
Total Revenues	<u>\$ 2,356,714</u>	<u>\$ 900</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Current-				
General Government	\$ 383,956	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	3,434	-	-
Health & Welfare	-	-	-	-
Debt Service	92,651	-	-	-
Total Expenditures	<u>\$ 476,607</u>	<u>\$ 3,434</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 1,880,107</u>	<u>\$ (2,534)</u>	<u>\$ -</u>	<u>\$ -</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	4,533	-	-	-
Transfer In	14,284	-	-	-
Transfer Out	(1,624,583)	-	-	(147)
Total Other Financing	<u>\$ (1,605,766)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (147)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 274,341</u>	<u>\$ (2,534)</u>	<u>\$ -</u>	<u>\$ (147)</u>
Fund Balances - Beginning of Year	<u>653,223</u>	<u>13,161</u>	<u>500</u>	<u>147</u>
Fund Balances - End of Year	<u>\$ 927,564</u>	<u>\$ 10,627</u>	<u>\$ 500</u>	<u>\$ -</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>LAC/ Traffic Enforcement</u>	<u>Community Program</u>	<u>BJA Byrne Jag - Police & NPSO</u>	<u>BJA Byrne Jag - Tech Upgrade</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	30,689	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	2,452	-	-	-
Total Revenues	<u>\$ 2,452</u>	<u>\$ -</u>	<u>\$ 30,689</u>	<u>\$ -</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	16,985	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	632	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ 632</u>	<u>\$ 16,985</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 2,452</u>	<u>\$ (632)</u>	<u>\$ 13,704</u>	<u>\$ -</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	-	416
Transfer Out	-	-	-	-
Total Other Financing	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 416</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 2,452</u>	<u>\$ (632)</u>	<u>\$ 13,704</u>	<u>\$ 416</u>
Fund Balances - Beginning of Year	<u>(709)</u>	<u>28,425</u>	<u>(32,204)</u>	<u>(416)</u>
Fund Balances - End of Year	<u>\$ 1,743</u>	<u>\$ 27,793</u>	<u>\$ (18,500)</u>	<u>\$ -</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>NHDDC Projects</u>	<u>2015 Revenue Note Reserve</u>	<u>Domestic Violence</u>	<u>Rapides Foundation</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	-	-	2,273
Health & Welfare	-	-	-	-
Debt Service	-	185,768	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ 185,768</u>	<u>\$ -</u>	<u>\$ 2,273</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ -</u>	<u>\$ (185,768)</u>	<u>\$ -</u>	<u>\$ (2,273)</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	189,500	1,167	-
Transfer Out	-	-	-	(950)
Total Other Financing	<u>\$ -</u>	<u>\$ 189,500</u>	<u>\$ 1,167</u>	<u>\$ (950)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 3,732</u>	<u>\$ 1,167</u>	<u>\$ (3,223)</u>
Fund Balances - Beginning of Year	<u>4,258</u>	<u>7,988</u>	<u>(1,167)</u>	<u>3,223</u>
Fund Balances - End of Year	<u>\$ 4,258</u>	<u>\$ 11,720</u>	<u>\$ -</u>	<u>\$ -</u>

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City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Equitable</u>			
	<u>Sharing</u>	<u>Historic</u>	<u>Sports Complex</u>	<u>Sports Complex</u>
	<u>Program</u>	<u>Preservation</u>	<u>Construction</u>	<u>Sponsorship</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	355,000
Charges for Services	-	-	62,960	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	-	67,142
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 62,960</u>	<u>\$ 422,142</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	259,760	48,955
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 259,760</u>	<u>\$ 48,955</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (196,800)</u>	<u>\$ 373,187</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	243,614	-
Transfer Out	-	(313)	-	(250,000)
Total Other Financing	<u>\$ -</u>	<u>\$ (313)</u>	<u>\$ 243,614</u>	<u>\$ (250,000)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (313)</u>	<u>\$ 46,814</u>	<u>\$ 123,187</u>
Fund Balances - Beginning of Year	<u>22,783</u>	<u>313</u>	<u>(99,224)</u>	<u>234,255</u>
Fund Balances - End of Year	<u>\$ 22,783</u>	<u>\$ -</u>	<u>\$ (52,410)</u>	<u>\$ 357,442</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Sales Tax - District A</u>	<u>Sales Tax - District C</u>	<u>Sales Tax - District D</u>	<u>Economic Development District - TIF A</u>
Revenues:				
Taxes	\$ 53,502	\$ 323,169	\$ 17,472	\$ 47,875
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>\$ 53,502</u>	<u>\$ 323,169</u>	<u>\$ 17,472</u>	<u>\$ 47,875</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	29,176	129,412	71	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ 29,176</u>	<u>\$ 129,412</u>	<u>\$ 71</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 24,326</u>	<u>\$ 193,757</u>	<u>\$ 17,401</u>	<u>\$ 47,875</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -			\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	-	-
Transfer Out	(26,798)	(216,816)	-	(43,000)
Total Other Financing	<u>\$ (26,798)</u>	<u>\$ (216,816)</u>	<u>\$ -</u>	<u>\$ (43,000)</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (2,472)</u>	<u>\$ (23,059)</u>	<u>\$ 17,401</u>	<u>\$ 4,875</u>
Fund Balances - Beginning of Year	<u>11,359</u>	<u>61,747</u>	<u>-</u>	<u>4,039</u>
Fund Balances - End of Year	<u>\$ 8,887</u>	<u>\$ 38,688</u>	<u>\$ 17,401</u>	<u>\$ 8,914</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Special Revenue Funds			
	<u>Economic</u>	<u>Rapides</u>	<u>CSEF - Federal</u>	
	<u>Development</u>	<u>Foundation</u>	<u>Funds</u>	<u>Hobby Lobby</u>
	<u>District - TIF C</u>	<u>2021</u>		
Revenues:				
Taxes	\$ 231,040	\$ -	\$ -	\$ -
Intergovernmental	-	25,000	43,460	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	-	1,500
Total Revenues	<u>\$ 231,040</u>	<u>\$ 25,000</u>	<u>\$ 43,460</u>	<u>\$ 1,500</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	29,818	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	25,532	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ 25,532</u>	<u>\$ 29,818</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 231,040</u>	<u>\$ (532)</u>	<u>\$ 13,642</u>	<u>\$ 1,500</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	-	-
Transfer Out	-	-	-	-
Total Other Financing	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 231,040</u>	<u>\$ (532)</u>	<u>\$ 13,642</u>	<u>\$ 1,500</u>
Fund Balances - Beginning of Year	<u>93,820</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 324,860</u>	<u>\$ (532)</u>	<u>\$ 13,642</u>	<u>\$ 1,500</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	<u>Capital Projects Funds</u>			
	<u>Capital</u>	<u>DOTD Gateway</u>	<u>Water</u>	<u>Pilgrim's</u>
	<u>Improvements</u>	<u>Phase II</u>	<u>Treatment Plant</u>	<u>Industrial Park</u>
Revenues:				
Taxes	\$ 428,729	\$ -	\$ -	\$ -
Intergovernmental	5,000	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	100	-	419	-
Total Revenues	<u>\$ 433,829</u>	<u>\$ -</u>	<u>\$ 419</u>	<u>\$ -</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	860,056	-	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ 860,056</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (426,227)</u>	<u>\$ -</u>	<u>\$ 419</u>	<u>\$ -</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	409,250	-	-	-
Transfer Out	(350,000)	(32,250)	-	-
Total Other Financing	<u>\$ 59,250</u>	<u>\$ (32,250)</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ (366,977)</u>	<u>\$ (32,250)</u>	<u>\$ 419</u>	<u>\$ -</u>
Fund Balances - Beginning of Year	<u>1,326,867</u>	<u>32,250</u>	<u>1,483,634</u>	<u>(74,034)</u>
Fund Balances - End of Year	<u>\$ 959,890</u>	<u>\$ -</u>	<u>\$ 1,484,053</u>	<u>\$ (74,034)</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Capital Projects Funds			
	<u>Airport Hangar</u>	<u>Airport Maintenance</u>	<u>Parking Lot</u>	<u>LCDBG Sibley Lake</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	563,826	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	3,748	-	61,135	-
Total Revenues	<u>\$ 3,748</u>	<u>\$ 563,826</u>	<u>\$ 61,135</u>	<u>\$ -</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	25,900
Economic Development	-	465,066	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ 465,066</u>	<u>\$ -</u>	<u>\$ 25,900</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 3,748</u>	<u>\$ 98,760</u>	<u>\$ 61,135</u>	<u>\$ (25,900)</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	-	250,000
Transfer Out	-	-	-	-
Total Other Financing	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 250,000</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 3,748</u>	<u>\$ 98,760</u>	<u>\$ 61,135</u>	<u>\$ 224,100</u>
Fund Balances - Beginning of Year	<u>(94,106)</u>	<u>(338,335)</u>	<u>(40,898)</u>	<u>(240,558)</u>
Fund Balances - End of Year	<u>\$ (90,358)</u>	<u>\$ (239,575)</u>	<u>\$ 20,237</u>	<u>\$ (16,458)</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Capital Projects Funds			
	<u>Community</u>			
	<u>Water</u>	<u>Texas & PAC</u>		<u>Chateau St.</u>
	<u>Enrichment</u>	<u>Railway Depot</u>	<u>Chaplain's Lake</u>	<u>Denis Fund</u>
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	-	17
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	-	-	-	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	-
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	-	-	-	-
Transfer In	-	-	2,895	-
Transfer Out	-	(1,223)	-	-
Total Other Financing	<u>\$ -</u>	<u>\$ (1,223)</u>	<u>\$ 2,895</u>	<u>\$ -</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ -</u>	<u>\$ (1,223)</u>	<u>\$ 2,895</u>	<u>\$ 17</u>
Fund Balances - Beginning of Year	<u>(20,236)</u>	<u>1,223</u>	<u>(12,792)</u>	<u>10,125</u>
Fund Balances - End of Year	<u>\$ (20,236)</u>	<u>\$ -</u>	<u>\$ (9,897)</u>	<u>\$ 10,142</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	Capital Projects Funds			Debt Service Funds
	Rue Beauport			
	LWCF- PARC	Riverfront	Eagle Building	Sales Tax
	Natchitoches	Project	Project	
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Fines & Forfeits	-	-	-	-
Miscellaneous	-	-	32,687	-
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,687</u>	<u>\$ -</u>
Expenditures:				
Current-				
General Government	\$ -	\$ -	\$ -	\$ -
Public Safety	-	-	-	-
Streets & Sanitation	-	-	-	-
Water, Sewer & Utilities	-	-	-	-
Economic Development	124,011	-	761,143	-
Recreation & Culture	-	-	-	-
Health & Welfare	-	-	-	-
Debt Service	-	-	-	1,266,594
Total Expenditures	<u>\$ 124,011</u>	<u>\$ -</u>	<u>\$ 761,143</u>	<u>\$ 1,266,594</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (124,011)</u>	<u>\$ -</u>	<u>\$ (728,456)</u>	<u>\$ (1,266,594)</u>
Other Financing Sources (Uses):				
Insurance Proceeds	\$ -	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-	-
Sale of Assets	250,000	-	-	-
Transfer In	-	-	-	1,067,165
Transfer Out	-	-	-	-
Total Other Financing	<u>\$ 250,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,067,165</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ 125,989</u>	<u>\$ -</u>	<u>\$ (728,456)</u>	<u>\$ (199,429)</u>
Fund Balances - Beginning of Year	<u>(28,742)</u>	<u>(213,251)</u>	<u>(225)</u>	<u>388,736</u>
Fund Balances - End of Year	<u>\$ 97,247</u>	<u>\$ (213,251)</u>	<u>\$ (728,681)</u>	<u>\$ 189,307</u>

Continued on next page.

City of Natchitoches, Louisiana
Nonmajor Governmental Funds

Combining Schedule of Revenues, Expenditures and Changes in Fund Balance
Year Ended May 31, 2021

	<u>Debt Service Funds</u>		
	<u>General</u>		
	<u>Obligations</u>	<u>Sinking Fund</u>	<u>Total</u>
Revenues:			
Taxes	\$ -	\$ -	\$ 4,791,082
Intergovernmental	-	-	1,081,562
Charges for Services	-	-	2,573,834
Fines & Forfeits	-	-	22,050
Miscellaneous	-	-	657,867
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,126,395</u>
Expenditures:			
Current-			
General Government	\$ -	\$ -	\$ 1,929,563
Public Safety	-	-	171,858
Streets & Sanitation	-	-	1,937,857
Water, Sewer & Utilities	-	-	25,900
Economic Development	-	-	3,898,461
Recreation & Culture	-	-	35,393
Health & Welfare	-	-	-
Debt Service	-	-	1,689,890
Total Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,688,922</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (562,527)</u>
Other Financing Sources (Uses):			
Insurance Proceeds	\$ -	\$ -	\$ -
Debt Proceeds	-	-	-
Sale of Assets	-	-	382,013
Transfer In	-	297,170	4,520,211
Transfer Out	-	-	(3,847,384)
Total Other Financing	<u>\$ -</u>	<u>\$ 297,170</u>	<u>\$ 1,054,840</u>
Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses	<u>\$ -</u>	<u>\$ 297,170</u>	<u>\$ 492,313</u>
Fund Balances - Beginning of Year	<u>1,266,892</u>	<u>-</u>	<u>6,547,967</u>
Fund Balances - End of Year	<u>\$ 1,266,892</u>	<u>\$ 297,170</u>	<u>\$ 7,040,280</u>

See independent auditors' report and notes to the financial statements.

City of Natchitoches, Louisiana
Schedule of Expenditures of Federal Awards
For the Year Ended May 31, 2021

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Total Current Year Expenditures</u>
Department of the Treasury- Coronavirus Relief Fund	21.019	\$ 2,217,595
Department of Justice- Coronavirus Emergency Supplemental Funding	16.034	<u>74,149</u>
Total		<u>\$ 2,291,744</u>

City of Natchitoches, Louisiana
Notes to the Expenditures of Federal Awards
May 31, 2021

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the *Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the primary government financial statements.

Basis of Accounting

The City's Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in Note 1 to the City's financial statements for the year ended May 31, 2021. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain type of expenditures are not allowable or are limited to reimbursement.

Indirect Cost Rate

The City has not elected to use the 10 percent de minimis indirect cost as allowed under the Uniform Guidance.

Subrecipients

There were no awards passed through to subrecipients.

OTHER REPORTS/SCHEDULES

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS*

To the Mayor and the City Council of
Natchitoches, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the *Louisiana Governmental Audit Guide*, the financial statements of the governmental activities, the business-type activities, each major fund, the fiduciary fund, and the aggregate remaining fund information as of and for the year ended May 31, 2021, and the related notes to the financial statements, which collectively comprise the City of Natchitoches, Louisiana's (City) basic financial statements and have issued our report thereon dated November 30, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Natchitoches' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* (see Finding 2021-001 in the attached Schedule of Findings and Questioned Costs).

City of Natchitoches' Response to Findings

The City of Natchitoches' response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Natchitoches' response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, this report is a matter of public record and its distribution is not limited. Under Louisiana Revised Statute 25:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

Thomas, Cunningham, Broadway & Todtenbier, CPA's

Thomas, Cunningham, Broadway & Todtenbier CPA's
Natchitoches, Louisiana

November 30, 2021

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE

To the Mayor and the City Council of
Natchitoches, Louisiana

Report on Compliance for Each Major Federal Program

We have audited the City of Natchitoches' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the City's major federal program for the year ended May 31, 2021. The City's major federal program is identified in the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of City's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect its major federal program for the year ended May 31, 2021.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We identified no deficiencies in internal control over compliance that we consider to be a material weakness.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Thomas, Cunningham, Broadway & Todtenbier, CPAs

Thomas, Cunningham, Broadway, & Todtenbier
Certified Public Accountants
Natchitoches, Louisiana

November 30, 2021

City of Natchitoches, Louisiana
Schedule of Findings and Questioned Costs
Year Ended May 31, 2021

I. SUMMARY OF AUDIT RESULTS

The following summarize the audit results in accordance with the Government Auditing Standards:

1. Since the City did not present all of its component units, an adverse opinion was issued for the City of Natchitoches as a reporting entity; however, an unmodified opinion was issued on the primary government financial statements of the City of Natchitoches as of and for the year ended May 31, 2021.
2. The audit disclosed no material weaknesses in internal control.
3. The audit disclosed one instance of noncompliance required to be reported under *Government Auditing Standards (2021-001)*.
4. The audit did not disclose any instances of material weaknesses in internal control over major programs.
5. An unmodified opinion was issued on compliance for major programs.
6. The audit did not disclose any instances of noncompliance related to federal awards that are required to be reported under the Uniform Guidance.
7. The following program was major for the year ended December 31, 2020:
 - Department of the Treasury-Coronavirus Relief Fund-CARES ACT (CFDA #21.019)
8. \$750,000 was the threshold used to distinguish Type A from Type B programs.
9. The City of Natchitoches does not qualify as a low-risk auditee.

II. FINDINGS IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

2021-001 Cash Balance Unsecured

Criteria - Louisiana state law requires that all funds held by financial institutions for an entity must be secured by federal deposit insurance or the pledge of securities owned by the financial institutions. The market value of the pledged securities plus the FDIC insurance must at all times equal or exceed the amount on deposit with the financial institutions.

Condition - The cash balance in the financial institutions was not fully secured by FDIC or pledged securities.

Effect - If the financial institution were to fail, the City's funds in excess of FDIC insurance and pledged securities could be lost.

City of Natchitoches, Louisiana
Schedule of Findings and Questioned Costs (continued)
Year Ended May 31, 2021

14-02 Cash Balance Unsecured

Cause - The City and the financial institution did not monitor the financial institutions balances to ensure the balances were not in excess of FDIC Insurance and pledged securities.

Recommendation - The City should ensure at all times that their financial institution has its funds fully secured by FDIC insurance and pledged securities.

Management's Response – The City will ensure at all times that our financial institution has fully secured the City's funds by FDIC insurance and pledged securities.

III. PRIOR YEAR FINDINGS

None Noted.